ANGLOTAJIK MINERALS INC
Form 10QSB
November 17, 2003

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10QSB

(Mark One)

[X] Quarterly Report Under Section 13 or 15 (d) of the Securities Exchange Act of 1934

FOR THE QUARTERLY PERIOD ENDED SEPTEMBER 30, 2003

[ ] Transition Report Under Section 13 or 15 (d) of the Exchange Act

For the transition period from ________________ to ________________

Commission File Number: 000-28481

ANGLOTAJIK MINERALS, INC.
(Exact name of small business issuer as specified in its charter)

Nevada	86-0891931
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)

11400 West Olympic Boulevard, Suite 200, Los Angeles, CA 90064
(Address of Principal Executive Offices)

(310) 445-8819
(Issuer's telephone number)

Iconet, Inc.
13636 Ventura Blvd., #252, Sherman Oaks, CA 91432
(Former name, former address and former fiscal year, if changed since last report)

Check whether the issuer (1) filed all reports required to be filed be 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 [X] No [ ]

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

Check whether the registrant filed all documents and reports required to be file by Section 12, 13, or 15(d) of the Exchange Act after the distribution of securities under a plan confirmed by the court. Yes [ ] No [ ]

APPLICABLE ONLY TO CORPORATE ISSUERS

State the number of shares outstanding of each of the issuer's classes of common equity, as of the latest practicable date.

ISSUED AND OUTSTANDING AS OF SEPTEMBER 30, 2003: 18,118,965 SHARES COMMON STOCK, $0.001 PAR VALUE

Transitional Small Business Disclosure Format (Check one): Yes [ ] No [X]

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PART I - FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

ANGLOTAJIK MINERALS, INC.
(An Exploration Stage Company)
Balance Sheet as of September 30, 2003 (Unaudited)

	September 30, 2003 (Unaudited)
ASSETS	
SHAREHOLDER RECEIVABLE	$ 51,227
Total current assets	51,227
DEFERRED TAX ASSET (NET)	-
Total other assets	-
Total assets	$ 51,227
LIABILITIES AND STOCKHOLDERS' DEFICIT	
CURRENT LIABILITIES	
Accounts payable	$ 355,644
Bank overdraft payable	28,375
Related party payable	450,465
Interest payable to a related party	2,141
Accrued expenses	3,081
Payroll and payroll taxes payable	152,385
Total current and total liabilities	992,091

COMMITMENTS AND CONTINGENCIES	
STOCKHOLDERS' DEFICIT	
Common stock, $.001 par value, 300,000,000 shares authorized, 18,118,965 shares issued and outstanding	18,119
Additional paid-in capital	3,752,063
Executive Stock options outstanding	503,497
Deferred compensation cost	(487,763)
Deficit accumulated during the development stage	(4,726,780)
Total stockholders' deficit	(940,864)
Total liabilities and stockholders' deficit	$ 51,227

See Notes to the Interim Financial Statements

ANGLOTAJIK MINERALS, INC.
(An Exploration Stage Company)
Statements of Operations for the Nine Months Ended September 30, 2003 and 2002 (Unaudited)

	Cumulative From Inception (August 1997) through September 30, 2003	Nine Months Ended September 30, 2003	Nine Months Ended September 30, 2002
REVENUE			
ADMINISTRATIVE AND GENERAL COSTS			
Consulting	$(2,501,566)	$ (409,999)	$ (270,418)
Salaries and wages	(312,980)	(167,720)	-
Research and development	(179,027)	-	-
Marketing	(159,394)	-	-
Exploration	(15,000)	(15,000)	-
Deferred compensation	(295,734)	(295,734)	(60,000)
Legal and accounting	(424,134)	(22,000)	(28,452)
Operating and administrative	(609,649)	(24,392)	(29,228)
Rent	(79,335)	(2,500)	(7,300)
Depreciation	(5,562)	-	-
Amortization	(16,500)	-	-
Total operating costs and expenses	(4,598,881)	(937,345)	(395,398)
NON-OPERATING INCOME			
Dividend income	1,212	-	-
Gain on cancellation of contracts	74,104	-	-

Gain on cancellation of amortization	16,500	-	-
Loss on disposal of assets	(59,641)	-	-
Total non-operating income	32,175	-	-
INTEREST EXPENSE	(160,074)	(2,202)	(6,886)
Net loss before income taxes	(4,726,780)	(939,547)	(402,284)
Provision for income taxes	-	-	-
Net loss	$(4,726,780)	$ (939,547)	$ (402,284)
Loss per common share - basic	$ (7.11)	$ (0.21)	$ (0.88)
Weighted average common shares -basic	664,764	4,492,637	459,695
Loss per common share - diluted	$ (3.81)	$ (0.19)	$ (0.85)
Weighted average common shares - diluted	1,239,964	5,067,836	470,641

See Notes to the Interim Financial Statements

ANGLOTAJIK MINERALS, INC.
(An Exploration Stage Company)
Statements of Cash Flows for the Nine Months Ended September 30, 2003 and 2002 (Unaudited)

	Cumulative From Inception (August 1997) through September 30, 2003	Nine Months Ended September 30, 2003
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss	$ (4,726,780)	$ (939,547)
Adjustments to reconcile net loss to net cash used in operating activities:		

Amortization and depreciation expense	22,062	-
Deferred compensation expense	415,734	295,734
Gain on cancellation of amortization	(16,500)	-
Loss on disposal of assets	59,641	-
Cancellation of mining rights	15,000	15,000
Decrease in deposits	14,925	-
Decrease in prepaid consulting	796,250	352,000
Increase (decrease) in accounts payable	419,619	-
Increase (decrease) in related party payable	553,565	37,500
Interest incurred on bank overdraft	2,202	2,202
Increase in payroll and payroll taxes payable	152,385	67,720
Increase in interest payable	158,197	-
Increase in accrued expenses	24,580	2,634
Expenses paid by issuance of common stock	800,378	100,000
Net cash used in operating activities	(1,308,742)	(66,757)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of mining rights	(15,000)	-
Deposit paid	(14,925)	-
Purchase of fixed assets	(65,203)	-
Net cash used in investing activities	(95,128)	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds received from issuance of stock	454,635	-
Proceeds received from officer advances	86,147	62,073
Proceeds from bank overdraft	30,552	32
Proceeds received from line of credit	963,849	-
Payment made on bank overdraft	(9,915)	(453)
Payment of officer advances	(5,474)	-
Payment made on line of credit	(115,924)	-
Net cash provided by financing activities	1,403,870	61,652
Net increase (decrease) in cash	-	(5,105)
Cash and cash equivalents at inception, December 31, 2002, and 2001	-	5,105
Cash and cash equivalents at September 30, 2003, and 2002	$ -	$ -

SUPPLEMENTARY INFORMATION
During the nine months ended September 30, 2003, and September 30, 2002, no amounts were paid for interest or income taxes.

In August 2003 the company issued 16,999,984 common shares to shareholders in exchange for intere of $150,519.

In July 2003 the Company issued 286,713 common shares to the President to relieve an advance of $ and set up a receivable of $51,227.

Also in July 2003 a $100,000 signing bonus was paid via the issuance of 279,720 common shares.

In May 2003 the Company issued 2,797 common shares in exchange for consulting expenses of $13,500

Also in May 2003 the Company issued 13,986 common shares to the President pursuant to a stock opt
agreement, to relieve $100,000 in officer advances and consulting fees payable.

In April 2003 the mining rights contract and the related shares were cancelled.

In June 2002 the Company issued 20,797 shares of its common stock for consulting services of $75,

See Notes to the Interim Financial Statements

ANGLOTAJIK MINERALS, INC.
(A Company in the Development Stage)
NOTES TO THE INTERIM FINANCIAL STATEMENTS
September 30, 2003

1. BASIS OF PRESENTATION

During the quarter ended September 30, 2003, the Company changed its name from Iconet, Inc. to Anglotajik Minerals, Inc.

The accompanying unaudited interim financial statements of Anglotajik Minerals, Inc. (the "Company") have been prepared by the Company in accordance with accounting principles generally accepted in the United States of America, pursuant to the Securities and Exchange Commission rules and regulations. In management's opinion all adjustments necessary for a fair presentation of the results for the interim periods have been reflected in the interim financial statements. The results of operations for any interim period are not necessarily indicative of the results for a full year. All adjustments to the financial statements are of a normal recurring nature.

Certain information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been condensed or omitted. Such disclosures are those that would substantially duplicate information contained in the most recent audited financial statements of the Company, such as significant accounting policies and stock options. Management presumes that users of the interim statements have read or have access to the audited financial statements and notes thereto included in the Company's most recent annual report on Form 10-KSB.

GOING CONCERN

These financial statements have been prepared assuming that the Company will continue as a going concern. The Company is currently in the development stage, and existing cash, other material assets, and available credit are insufficient to fund the Company's cash flow needs for the next year. Management is attempting to raise additional capital, and the President of the Company intends to advance funds as necessary to fund the cash flow needs of the Company.

2. RECENT ACCOUNTING PRONOUNCEMENTS

In April 2003 the Financial Accounting Standards Board (FASB) issued Statement of Financial Accounting Standards No. 149 (SFAS 149) "Amendment of Statement 133 on Derivative Instruments and Hedging Activities." SFAS 149, which amends and clarifies existing accounting pronouncements, addresses financial accounting and reporting for derivative or other hybrid instruments. This Statement requires that contracts with comparable characteristics be accounted for similarly. This Statement is effective for contracts entered into or modified after September 30, 2003. The Company does not expect the adoption of SFAS 149 to have any impact on the financial statements.

In May 2003 the FASB issued SFAS No. 150, "Accounting for Certain Financial Instruments with Characteristics of both Liabilities and Equity," which is effective at the beginning of the first interim period beginning after March 15, 2003. SFAS No. 150 establishes standards for the Company's classification of liabilities in the financial statements that have characteristics of both liabilities and equity. The Company believes the adoption of SFAS No. 150 will have no effect on the Company's financial position or results of operations.

3. RELATED PARTY TRANSACTIONS

The company rented office space on a month-to-month basis from an officer in order to perform administrative functions. For the nine months ended September 30, 2003, rent of $2,500 was expensed.

During the nine months ended September 30, 2003, the company incurred expense for consulting by officers and shareholders. The total expense for the nine months ended September 30, 2003, was $37,500. The total related party payable as of September 30, 2003, was $450,465.

An officer of Anglotajik Minerals, Inc. advanced the Company funds to pay expenses. During the nine months ended September 30, 2003, travel and other office expenses of $13,300 were paid by an officer. In May 2003 the Company issued 13,986 shares of its common stock to the officer pursuant to a stock option dated September 1, 2001. This issuance relieved officer advances payable and consulting fees payable by $31,900 and $68,100, respectively.

The President of Anglotajik Minerals, Inc. advanced the Company funds to pay expenses. During the nine months ended September 30, 2003, the President paid expenses of $48,773. In July 2003 the Board of Directors authorized the issuance of 286,713 restricted common shares to the President to relieve the shareholder advance of $48,773 and for a receivable of $51,227 from the President. During the third quarter of 2003, the President was the only member of the Board of Directors.

In July 2003 the Company issued an option to purchase 699,301 shares of common stock at $0.21 per share to a Director of the Company (see Note 5). Also in July 2003 a signing bonus of $100,000 was paid to the President via the issuance of 279,720 shares of restricted common stock. Wages payable to the President of $60,000 were accrued during the quarter.

Also during the nine months ended September 30, 2003, the Company issued a total of 16,999,984 common shares to each the shareholders to whom interest was due on the old line of credit. The issuance of these shares relieved the entire outstanding payable of $150,519.

4. CAPITAL STOCK

In January 2003 the company issued 7,692 shares of its common stock to relieve the common stock subscribed.

In April 2003 the Company and Sea Emerald Development Corp. rescinded their agreement for the purchase and sale of the mining claims situated in Porcupine Mining Division, Canada. The restricted Common Stock issued to Sea Emerald was cancelled.

In May 2003 the Company issued 2,797 shares of common stock to a shareholder in exchange for accrued consulting services of $13,500.

Also in May 2003 the Company issued 13,986 shares of its common stock to an officer pursuant to a stock option dated September 1, 2001. This issuance relieved $100,000 payable to the officer.

In July 2003 the Board of Directors authorized the issuance of 286,713 restricted common shares to the President in exchange for a shareholder advance of $48,773 and a receivable from the President of $51,227. The President is the only member of the Board of Directors. Also in July 2003 a signing bonus of $100,000 was paid to the President via the issuance of 279,720 shares of restricted common stock.

In July 2003 a reverse stock split of 1:143 was authorized by the Board of Directors, and the number of authorized shares was increased to 300 million.

In August 2003 the Company issued 16,999,984 common shares to the shareholders to whom interest was due on the line of credit. The issuance of these shares relieved the entire outstanding payable of $150,519.

In September 2003 a 2:1 forward stock split was authorized by the Board of Directors.

5. STOCK OPTIONS

The Company uses the intrinsic value method to account for options granted to employees for the purchase of common stock. Deferred compensation is recorded when the market price exceeds the option price at the grant date. Compensation is recorded using the straight-line method over the vesting period.

In September 2001 the Company issued an option to purchase 699,301 shares of common stock at $0.21 per share to a Director of the Company (see Note 3). The Company accrued $503,497 in deferred compensation costs, as the option price at the grant date was less than the market price. The option expires in July 2011. The compensation cost will be accrued over the vesting period. Compensation cost of $15,734 was included in the statements of operation for the nine months ended September 30, 2003. The Company has determined the pro-forma information as if the Company had accounted for the stock option granted on July 1, 2003, under the fair value method of SFAS 123. The Black Scholes option-pricing model was used with a risk free interest rate of 4.67%; dividend yield of 0.0%; a volatility factor of 100% and an expected life of 8 years. The fair value of the stock options granted in July 2003 is $0.78 per share. If the Company had recognized deferred compensation cost based on the fair value method, it would have decreased deferred compensation by $101,931. It would also have decreased the compensation cost for the quarter by $3,185.

6. COMMITMENTS AND CONTINGENCIES

There are various claims and lawsuits pending against the Company arising in the normal course of the Company's business. Although the amount of liability at September 30, 2003, cannot be ascertained, management is of the opinion that any resulting liability will not materially affect the Company's financial position.

Merrill Lynch Canada Inc., has filed suit against the Company regarding a dispute related to the sale of its restricted common stock by an unrelated third party to Merrill Lynch. At this time the Company does not know if it will sustain a loss, or the amount of the loss.

The Company settled an action by a bank regarding an overdraft. The settlement carried an interest rate of 9.0% and twelve monthly payments of $3,321. The amount due as of September 30, 2003 is $28,343, which has been accrued by the Company. The related interest expense of $2,141 has also been accrued by the Company. The Company paid three payments in the prior year and then defaulted on this settlement.

ITEM 2 - MANAGEMENT'S DISCUSSION AND ANALYSIS OR PLAN OF OPERATION

NOTE: The following discussion and analysis should be read in conjunction with the Company's Interim Financial Statements (unaudited) and the Notes to the Financial Statements for the nine month period ended September 30, 2003.

UNCERTAINTY AS TO CERTAIN ACCOUNTS PAYABLE

We have reviewed, and continue to review our corporate files, books and records, but remain unable to conclusively identify a basis or certain amount of our Accounts Payable and for the Related Parties Payable to previous management carried on our books. We are continuing to attempt to locate invoices or other documentation regarding those payables.

NINE MONTHS ENDED SEPTEMBER 30, 2003 VERSUS 2002

Operating expenses for the period increased to $937,345 in 2003 compared to $395,398 for 2002. The principal differences were in consulting fees ($409,999 vs. $270,418) and in deferred compensation payable to officers ($295,734 vs. $60,000). The increase is attributable primarily to increased activity in connection with our attempt in the current period to develop the video jukebox business and our abandoned mineral exploration venture with Sea Emerald Development Corp. As the company had no cash resources, expenses were funded by issuance of common stock, by loans subsequently settled by the issuance of our common stock, and by an increase in the Related Party Payable account.

PLAN OF OPERATION

We currently have no cash or sources of cash to fund operations. We are attempting to arrange an equity financing in the amount of $1,000,000 to $2,000,000 to fund our proposed activities in mineral exploration in the Republic of Tajikistan, although we have received no commitments as yet. Our ability to continue in the mineral exploration business will depend upon our success in raising capital through stock sales or some other means, of which we cannot be certain.

PART II - OTHER INFORMATION

ITEM 1 - LEGAL PROCEEDINGS

There are various claims and lawsuits pending against the Company arising in the normal course of the Company's business. Although the amount of liability at September 30, 2003, cannot be ascertained, management is of the opinion that any resulting liability will not materially affect the Company's financial position. See Note 6 to the Interim Financial Statements.

ITEM 2 - CHANGES IN SECURITIES

The following securities were sold by officers of the Company without the use of an underwriter. In effecting the sales, we relied on the exemption authority provided by Section 4(2) of the Securities Act of 1933, as amended, relating to sales not involving any public offering, and on Regulation D. We believe that all such sales were made by our executive officers in private, negotiated transactions without any advertising, public announcements or general solicitation. The purchasers of the shares represented themselves in writing to be, and the company believes them to be, members of one or more of the following classes:

a. Officers, directors, promoters or control persons of the issuer; or
b. Individuals or entities who are accredited investors as defined in Rule 501 of Regulation D under the Securities Act of 1933; or
c. Individuals who:
    i. Are knowledgeable and sophisticated in investment matters;
    ii. Are able to assess the risks of an investment such as in our securities;
    iii. Are financially able to bear the risk of a loss of their entire investment; and
    iv. Have access to pertinent information regarding the issuer and its operations.

The shares are subject to the resale provisions of Rule 144 and may not be sold or transferred without registration except in accordance with Rule 144. Certificates representing the securities bear a legend to that effect. The share amounts in the chart are adjusted for a 143-for-1 reverse split effective July 30, 2003 and a 2-for-1 forward split effective September 15, 2003.

Date	Class	Amount	Price($)	# of Purchasers
May 2003	$.001 par value common stock	16,783	(1)	1
June 2003	$.001 par value common stock	20,797	(2)	1

July 20, 2003	$.001 par value common stock	566,434	(3)	1
August 1, 2003	$.001 par value common stock	16,999,984	(4)	19

(1) Valued at $113, 500, or an average price of $.148 per share. Issued to the former president of the Company as settlement for consulting fees and expenses.
(2) Valued at $75,000, or an average price of $.277 per share. Issued to the former president of the Company as settlement for consulting fees.
(3) Issued to the current president of the Company as settlement for amounts owed him. See Note 3 to the Financial Statements.
(4) Valued at $150,519, or approximately $.009 per share. Issued to 19 individuals in settlement of principle and interest on cash loans to the Company

ITEM 3 - DEFAULTS UPON SENIOR SECURITIES

None.

ITEM 4 - SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS

The following action was taken by written consent in lieu of a meeting of shareholders:

Proposal	In favor	Opposed	Abstain	Result
Approval of 143-for-1 reverse stock split	566,434	0	552,548	Carried

ITEM 5 - OTHER INFORMATION

None.

ITEM 6 - EXHIBITS AND REPORTS ON FORM 8-K

We filed the following Current Reports on Form 8-K during the period:

8-K April 8, 2003
8-K October 23, 2003 (Subsequent)
8-K October 24, 2003 (Subsequent)

31.1 Certification of Chief Financial Officer.

31.2 Certification of Chief Executive Officer.

32.1 Section 906 Certification.

32.2 Section 906 Certification.

SIGNATURES

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

Date: November 17, 2003

ANGLOTAJIK MINERALS INC.

/s/ MATTHEW MARKIN

Matthew Markin
President, Acting Chief Financial Officer