

ANGLO SWISS RESOURCES INC
Form 6-K
July 08, 2004

FORM 6K

SECURITIES & EXCHANGE COMMISSION

Washington, D.C. 20549

REPORT OF A FOREIGN ISSUER

Pursuant to Rule 13a - 16 or 15d - 16

The Securities Exchange Act of 1934

ANGLO SWISS RESOURCES INCORPORATED (File # 0-08797)

(Translation of the Registrant's Name into English)

#1904-837 West Hastings Street, Vancouver, B.C. Canada, V6C 3N7

(Address of principal Executive offices)

Attachments:

1.

First Quarter Interim Financial Statements, MD&A, CEO/CFO Certifications and Confirmation of Distribution.

Indicate by check mark whether the registrant files or will file annual reports under cover Form 20F or Form 40F.

FORM 20 F FORM 40F

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Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2 (b) under the Securities Act of 1934.

YES NO

SIGNATURES

Pursuant to the requirements of the Securities Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

ANGLO SWISS RESOURCES INC.

(Registrant)

Dated: July 5, 2004

BY:

Chris Robbins

It s Vice President

(Title)

ANGLO SWISS RESOURCES INC.
SUITE 1904 837 WEST HASTINGS STREET
VANCOUVER. BC V6C 3N7
604-683-0484

July 5, 2004

VIA EDGAR

Securities & Exchange Commission

450 Fifth Street N.W.

Washington, D.C.

USA 20549

Dear Sir or Madam:

RE:

ANGLO SWISS RESOURCES INC.

SEC FILE NO. 0-08797

FORM 6K

On behalf of Anglo Swiss Resources Inc., a corporation under the laws of British Columbia, Canada, we enclose for filing, one (1) copy of Form 6-K, including exhibits.

If you have any questions, please contact the undersigned at your convenience.

Yours truly,

ANGLO SWISS RESOURCES INC.

Chris Robbins

Per:

Chris Robbins

Vice President

Anglo Swiss Resources, Inc.

Quarterly Financial Statements
For the three months ended March 31, 2004
(expressed in Canadian dollars)

Schedule A Financial Information

Schedule B Supplementary Information

Schedule C Management Discussion

Notice to the Reader

The balance sheets of Anglo Swiss Resources, Inc. as at March 31, 2004 and the statements of income and deficit and changes in cash flows for the three months then ended have been compiled from information provided by management.

These statements have not been audited, reviewed or otherwise attempted to verify the accuracy or completeness of such information. Readers are cautioned that these statements may not be appropriate for their purposes.

Anglo Swiss Resources, Inc**Balance Sheet**

(expressed in Canadian dollars)

Schedule A

	March 31,	December 31,
	2004	2003
	\$	\$
ASSETS		
Current assets		
Cash and term deposits	354,934	22,165
Accounts receivable	161,315	5,220
Prepaid expense	739	675
	516,988	28,060
Reclamation bond	14,800	14,800
Fixed assets	988,346	992,601
Mineral properties	2,791,474	2,808,154
	4,311,608	3,843,615
LIABILITIES		
Current liabilities		
Accounts payable	90,665	93,748
Accrued property and capital taxes	101,009	99,629
Non current liabilities	-	-
Related parties		
Due to related parties	246,792	243,351
SHAREHOLDERS' EQUITY		
Capital stock	11,742,585	11,224,585
Options	56,001	47,946
Contributed surplus	106,316	106,316
Deficit	(8,031,760)	(7,971,961)
	3,873,143	3,406,887
	4,311,608	3,843,615

Approved by the Directors:

"Len Danard" , Director

"Chris Robbins" , Director

(Unaudited - See Notice to Reader)

Anglo Swiss Resources, Inc**Statements of Income and Deficit**

(expressed in Canadian dollars)

	3 Months Ended	
	March 31, 2004	March 31, 2003
Interest and sundry income	30	8
Operating expenses		
Exploration	-	-
Property taxes	1,380	1,500
Utilities	(398)	206
Other expenses	759	127
	1,741	1,833
	(1,711)	(1,826)
General and administrative expenses		
Amortization	4,255	649
Consulting	15,000	15,000
Interest and bank charges	59	3
Professional fees	3,900	5,230
Exchange fees	8,612	3,120
Transfer agent fees	719	1,399
Office and miscellaneous	6,950	2,609
Shareholders' information	8,127	-
Travel and promotion	2,412	-
Stock-based compensation	8,055	-
Write-down of mineral properties	-	-
	58,088	28,010
Income (loss) before other items	(59,799)	(29,836)
Adjustment of prior year payable	-	-
Gain on settlement of debentures	-	-
Net loss for the period	(59,799)	(29,836)

Net loss per share

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(0.00)

Anglo Swiss Resources, Inc**Statements of Cash Flows**

(expressed in Canadian dollars)

	3 Months Ended	
	March 31,	March 31,
	2004	2003
Cash flows from operating activities		
Net loss for the period	(59,799)	(29,836)
Items not involving outlay of cash:		
- Amortization	4,255	649
- Adjustment of prior years payables	-	-
- Stock-based compensation	8,055	-
- Write-down on mineral property	-	-
	(47,489)	(29,187)
Net change in non-cash working capital		
- Accounts receivable	(156,095)	3,965
- Prepaids	(64)	(1,295)
- Accounts payable and accrued liabilities	1,737	18,067
	(201,912)	(8,450)
Cash flows from investing activities		
Exploration & acquisition costs	16,681	6,388
Option receipt	-	-
Acquisition	-	-
Proceeds on sales of equipment	-	-
Funds on deposit	-	-
	16,681	6,388
Cash flows from financing activities		
Advances from shareholders	-	-
Capital stock allotted for cash	518,000	-
Capital stock allotted for options	-	-
Capital stock returned to treasury	-	-
Settlement of accounts payable and other	-	-
	518,000	-
Increase (decrease) in cash during the period	332,769	(2,062)
Cash, beginning of the period	22,165	10,906

Cash, end of the period	354,934	8,844
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Anglo Swiss Resources, Inc

Schedule A Financial Information

(expressed in Canadian dollars)

1. Nature of operations and going concern

The Company is in the business of the acquisition, exploration, exploration management and purchase of mineral properties, with the primary aim of developing them to a stage where the Company can exploit them profitably. The Company also has advanced its properties through joint venture partnerships, whereby proven companies manage the property with expertise in developing, designing and operating the extraction of mineral resources. At that stage, the Company's operations would, to some degree, be dependent on the prevailing market prices for any of the minerals produced by such operations.

The Company currently does not have any producing properties and its current operations on its various properties are in the exploration stages, working towards establishing economic concentrations of minerals. Before, during and after the quarter ended March 31, 2004, the Company was engaged in continued exploration of its gold property in British Columbia and simultaneously, a gemstone/graphite property located in south-eastern British Columbia. As a result, the Company's future mineral exploration and mining activities may be affected in varying degrees by prevailing market prices, political instability and government regulations, the success of attracting joint venture partners, all of which are beyond the control of the Company.

At March 31, 2004, the Company had a total working capital of \$78,523 and without a source of funding, will be unable to meet its obligations as they fall due. In addition, the Company will require additional financing to complete the exploration of its mineral properties. Management is pursuing a private placement to fund general administrative expenses and a joint venture partner for its Kenville gold project, with the hope of recommencing small-scale production at the site. While the Company has been successful in raising the necessary funds to finance its exploration activities to-date, there can be no assurance that it will be able to continue to do so. Accordingly, there is substantial doubt about the ability of the Company to continue as a going concern.

Although the Company has taken steps to verify the title to mineral properties in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements, transfers, or native land claims, and title may be affected by undetected defects.

2. Interim unaudited financial statements

These interim financial statements follow the same accounting policies and methods of their application as the most recent annual financial statements and should be read in conjunction with the financial statements for the year ended December 31, 2003.

3. Capital stock

Authorized capital:

500,000,000 common shares without par value

400,000,000 preferred shares without par value

of Shares

Amount

Issued and outstanding, Mar 31, 2004:

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4. Mineral Properties

	Acquisition costs \$	Exploration expenditures \$	Total \$
Kenville			
Balance, Dec 31, 2003	1,595,596	(84,407)	1,511,189

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Expenditures - 2004		(16,680.56)	(16,681)
	1,595,596	(101,088)	1,494,508
Blu Starr			
Balance, Dec 31, 2003	812,306	484,659	1,296,965
Expenditures - 2004			-
	812,306	484,659	1,296,965
Catamayo River			
Balance, Dec 31, 2003	25,000	(25,000)	0
Expenditures - 2004	-	-	-
	25,000	(25,000)	0
Neuvos Playas			
Balance, Dec 31, 2003	0	-	0
Expenditures - 2004	-	-	-
	0	-	0
Total	2,432,903	358,571	2,791,474

5. Significant Accounting Policies

These interim consolidated financial statements follow the same accounting policies and methods of their application as the most recent annual financial statements of the Company.

6. Related Party Transactions

During the first quarter of 2004 the Company incurred consulting fees of \$15,000 (\$15,000 2003) for management services by directors or officers or organizations controlled

by such parties. No remuneration was paid in this regard, nor where any amounts paid in the first quarter of 2003.

The Company paid no amount to a law firm in which an officer is a partner of the firm during the first quarter 2004 and carries a payable of \$107,990 to the same firm.

Anglo Swiss Resources, Inc

Schedule B Supplementary Information

(expressed in Canadian dollars)

For the three months ended March 31, 2004:

1. Breakdown of professional fees

Accounting	\$	3,900
Legal		-
	\$	3,900

2. Non-arm's length party transactions

(a) Consulting fees charged to the company

Directors first quarter	15,000
	\$ 15,000

(b) Expenditures made to non-arm's length parties

During the first quarter, there were no amounts paid as consulting fees to directors or to a company controlled by a director (\$0 - First quarter 2003.)

3. Directors at March 31, 2004

Len Danard

Leroy Wolbaum

Chris Robbins

4. Securities issued during the quarter: 5,180,000 common shares**5. Options granted or cancelled during the quarter**

<i>Security</i>	<i>Number</i>	<i>Exercise Price</i>	<i>Expiry date</i>	<i>Cancel date</i>
Options Expired	(200,000)	(\$0.68)	2-Feb-04	
Options Granted	2,200,000	\$0.10	12-Feb-09	
Options Expired	(50,000)	(\$0.42)	26-Mar-04	
Options Expired	(500,000)	(\$0.21)	21-Mar-04	
Options Vested	80,000	\$0.10	17-Feb-08	

6. Share capital

(a) Authorized and issued share capital at March 31, 2004

Authorized capital: 500,000,000 common shares without par value
400,000,000 preferred shares without par value

Common shares issued and outstanding: 50,005,688

(b) Stock warrants outstanding at March 31, 2004

<i>Security</i>	<i>Number</i>	<i>Exercise Price</i>	<i>Expiry date</i>
Warrants	5,180,000	\$0.15	29-Mar-05

(c) Number of shares in escrow or pooling agreement

Number of shares

NIL

(d) Stock options outstanding

<i>Security</i>	<i>Number</i>	<i>Exercise Price</i>	<i>Expiry date</i>
Options	350,000	\$0.28	Dec 18, 2004
Options	2,250,000	\$0.21	Mar 21, 2005
Options	25,000	\$0.25	Mar 28, 2005
Options	1,000,000	\$0.10	Jan 23, 2007
Options	1,125,000	\$0.10	Feb 17, 2008
Options	2,200,000	\$0.10	Feb 12, 2009
Total	6,950,000		

During the year ended December 31, 2003, the company granted 1,125,000 stock options to non-employees and the related compensation cost of \$8,055 has been recorded in the statement of loss and deficit for the quarter ended March 31, 2004.

The Company has elected not to follow the fair value-based method of accounting for the stock options granted to employees and directors. According, no compensation expense was recorded on the grant of stock options to directors and employees in the first quarter of 2004 as the exercise is equal to or greater than the market price at the date of the grant.

Pro forma earnings information determined under the fair value method of accounting for stock options is as follows:

Net loss for the period	Mar. 31, 2004
Reported	\$ (59,799.00)
Compensation Expense	<u>-</u>
Pro-forma	<u>\$ (59,799.00)</u>
Basic and diluted loss per share	
Reported	\$ (0.00)
Pro-forma	\$ (0.00)

The fair value of stock options used to calculate compensation expense is estimated using the Black-Scholes Option Pricing Model with the following assumptions:

Risk-free interest rate	3.98%
Expected dividend yield	-
Expected stock price volatility	108.00%
Expected option life in years	4.00

Option pricing models require the input of highly subjective assumptions including the expected price volatility. Changes in the subjective input assumptions can materially affect the fair value estimate, and therefore the existing models do not necessary provide a reliable single measure of the fair value of the Company's stock options.

FORM 51-102F1

ANGLO SWISS RESOURCES INC.

Interim Management's Discussion and Analysis

DATED May 28, 2004

Forward-Looking Information

This interim management discussion and analysis (Interim MD&A) contains forward-looking statements and information relating to Anglo Swiss Resources Inc. (Anglo Swiss or the Company) that are based on the beliefs of its management as well as assumptions made by and information currently available to Anglo Swiss. When used in this document, the words anticipate , believe , estimate , and expect and similar expressions, as they relate to the Company or its management, are intended to identify forward-looking statements.

This interim MD&A contains forward-looking statements relating to, among other things, regulatory compliance, the sufficiency of current working capital, the estimated cost and availability of funding for the continued exploration and development of Anglo Swiss exploration properties. Many factors could cause the actual results, performance or achievements of Anglo Swiss to be materially different from any future results, performance or achievements be expressed or implied by such forward-looking statements. Important factors are identified in this interim MD&A.

Overall Performance

Anglo Swiss is a mineral exploration company listed on the TSX Venture Exchange as a Tier 2 company. The Company is also inter-listed in the United States on the OTC Bulletin Board and effective February of 2004 on the Berlin Exchange in Germany.

Anglo Swiss current exploration focus is in south-eastern British Columbia as it controls two properties located between Nelson and Castlegar, the Kenville Mine property, looking for precious and base metals; and the Blu Starr property which hosts a variety of gemstones, including sapphire, gem garnet, iolite and other semi-precious gemstones. The Blu Starr property also hosts a 2000 meter flake graphite discovery which is situated in very close proximity to a local producer of high-grade fixed carbon concentrate, currently being marketed to the high tech industry for use in fuel cells, batteries etc.

The Company's resource property costs for the quarter ended March 31, 2004 were \$16,681 compared to \$6,388 in the quarter ended March 31, 2003. The Company's resource property balance including the fixed assets at the Kenville Mine property, capitalized as assets were \$2,791,474 at March 31, 2004 compared to \$2,808,154 at year end December 31, 2003. Cash resources at March 31, 2004 were \$354,934 plus accounts receivable of \$161,315 (due to the closing of the \$518,000 private placement on March 29, 2004) compared to cash resources of \$22,165 for the Year ended December 31, 2003. GST receivable for both periods was \$5,220. The Company has since collected the outstanding private placement funds, which were received from RSP accounts.

On March 29, 2004 the Company closed a private placement of 5,180,000 units to raise \$518,000. Each unit consisted of one common share, restricted for trading until July 29, 2004 and one common share purchase warrant. Each full warrant plus \$0.15 will purchase an additional common share until March 29, 2005. This financing will enable the Company to continue to meet its ongoing working capital commitments for the balance of this fiscal year.

While the Company has been successful in raising funds in the past, and sourcing partners to advance its properties, there can be no assurance that it will be able to do so in the future. Accordingly, there is some doubt about the ability of the company to continue as a going concern.

Results of Operations

Anglo Swiss has received a work permit allowing 2 kilometres of road to be built to gain access to the 1000 x 250 metre anomalous zone located on the Kenville Mine property; work is underway. The road will provide access to this area and 1000 metres of trenching has been approved under this permit. Future exploration will be based on the trenching results and the status of the option joint venture partners. The optionees are currently compiling a 43-101 Compliance Report on the Kenville Mine property for regulatory approval and subsequent exploration programs will proceed upon joint approvals.

Anglo Swiss has also filed a Notice of Work with the ministry to perform drilling and trenching of the alluvials held within 13 placer claims overlain on the Blu Starr mineral staked claims in the Slocan Valley. The Company owns 100% of these placer claims and is expected to implement this program upon receiving approval of the work program.

Mineral exploration is a speculative venture. There is no certainty that the money spent on exploration and development on either of its two mineral projects will result in any discoveries of commercial bodies of ore. The long-term profitability of Anglo Swiss operations will in part be related to the success of its exploration programs and its partners, which may be affected by a number of external factors that are beyond the Company's control.

The market price of precious/base metals, gemstones and other minerals is volatile and cannot be controlled. The mineral industry is also intensely competitive in all its phases. Anglo Swiss competes with many other mineral exploration companies who may have greater financial resources and experience.

Summary of Quarterly Results (Un-audited)

The following table sets out selected quarterly financial information of Anglo Swiss. Anglo Swiss interim financial statements are prepared by management, in accordance with Canadian generally accepted accounting principles and expressed in Canadian dollars.

Period	Revenues	Income or (Loss) from Continued Operation and Net Income (Loss)	Basic earnings (Loss) per Share from Continued operation and Net Income (Loss)	Fully Diluted Loss per Share from Continued operation and Net Income (Loss)
1 st . Quarter 2004	NIL	(\$59,799)	(0.00)	(0.00)
4 th . Quarter 2003	NIL	(\$156,745)	(0.003)	(0.00)
3 rd . Quarter 2003	NIL	(\$112,797)	(0.00)	(0.00)
2 nd . Quarter 2003	NIL	(\$39,457)	(0.00)	(0.00)
1 st . Quarter 2003				