NETWORK INSTALLATION CORP
Form 10QSB
November 22, 2004

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-QSB

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

For the quarterly period ended September 30, 2004
Commission file number 000-25499

NETWORK INSTALLATION CORPORATION

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

Nevada	88-0390360
State or other jurisdiction of Incorporation or organization	(IRS Employer Identification Number)

Irvine, CA	92618
(Address of principal executive offices)	(Zip Code)

(949) 753-7551

(Issuer's telephone number, including area code)

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 (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 [ ]

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

As of November 1, 2004, the Issuer had outstanding 23,161,490 shares of its common stock, $0.001 par value.

TRANSITIONAL SMALL BUSINESS DISCLOSURE FORMAT (CHECK ONE) YES [ ] NO [X]

PART I - FINANCIAL INFORMATION

NETWORK INSTALLATION CORP.
(Formerly, Flexxtech Corporation)
CONSOLIDATED BALANCE SHEET

	Unaudited Three Months Ended Sept 30, 2004
ASSETS	
Current Assets:	
Cash and cash equivalents	$ 239,240
Accounts receivable, net of allowance for doubtful accounts of $95,486	788,065
Prepaid Consulting Services	685,750
	1,713,055
Property and Equipment, net	6,844
Other Assets	42,302
Goodwill	1,000,000
TOTAL ASSETS	$2,762,201
LIABILITIES & STOCKHOLDERS' DEFICIT	
Current Liabilities:	
Accounts payable and accrued expenses	$1,524,009
Loans payable	240,085
Loans payable related parties	139,180
Total Current Liabilities	1,903,274
Long-term Liabilities:	
Convertible debt	1,072,073
STOCKHOLDERS' DEFICIT	
Common stock, authorized 100,000,000 shares at $.001 par value, issued and outstanding 23,161,490 shares	23,362
Additional paid in capital	6,771,263
Shares to be issued	116,249
Accumulated deficit	(7,124,020)
Total Stockholders' Deficit	213,146
TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT	$2,762,201

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

NETWORK INSTALLATION CORP.
CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited)

	Three Month Periods Ended September 30, 2004	2003	Nine Ended 200
Net revenue	$ 760,835	$ 444,736	$ 2,000
Cost of revenue	374,335	358,131	1,041
Gross profit	386,500	86,605	959
Operating Expenses	816,042	1,332,236	2,298
Loss from operations	(429,542)	(1,245,631)	(1,339
Other income (expense)			
Interest income	1,860	-	3
Loss on conversion of debenture	-	(59,740)	
Interest expense	(119,425)	(1,214,533)	(320
Total other income (expense)	(117,565)	(1,274,533)	(317
Loss from continuing operations before income taxes	(547,107)	(2,520,164)	(1,657,
Provision of Income tax	-	-	
Loss from continuing operations		(2,520,164)	
Net loss	(547,107)	$ (2,520,164)	(1,657
Basic and diluted net loss per share:*			
Basic and diluted loss per share from continuing operations	(.02)	$ (0.12)	
Basic and diluted loss per share from discontinued operations	-	$ 0.00	
Basic and diluted loss per share	(.02)	$ (0.12)	
Basic and diluted weighted average shares outstanding	23,168,012	22,255,024	23,61