

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

FORM 10-KSB / A

☒ ANNUAL REPORT PURSUANT TO SECTION 13 OF 1934

For the fiscal year ended **December 31, 2000**

☐ TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF 1934

For the transition period from _____ to _____.

Commission File No. **33-26787-D**

iBonZai.com, INC.

(Exact name of Registrant as specified in its charter)

DELAWARE

(State or other jurisdiction of
incorporation or organization)

87-0403828

(IRS Employer
Identification No.)

435 East Universal Circle, Sandy, Utah 84070

(Address and zip code of principal executive offices)

Registrant's telephone number, including area code: **(801) 945-9884**

Securities registered pursuant to Section 12(b) of the Act: **NONE**

Securities registered pursuant to Section 12(g) of the Act: **NONE**

Indicate by check mark whether the Registrant (1) has filed all reports required by the Act of 1934 during the preceding 12 months (or for such shorter period as required by the Commission) and (2) is not subject to such filing requirements for the past 90 days. ☒ **Yes** ☐ **No**

Indicate by check mark if disclosure of delinquent filers pursuant to Item 405 of Regulation S-K is not contained, to the best of Registrant's knowledge, in definitive proxy or information statements incorporated by reference in Form 10-K or any amendment to this Form 10-K. ☒ **X**

Revenue for the year ended 2000: \$160,883.

State the aggregate market value of the voting stock held by non-affiliates of the registrant as of the close of business on the last day of the month preceding the date of filing of this report. If the stock was sold, or the average bid and asked prices of such stock, of a specified date within the past 60 days. April 12, 2001, the aggregate market value of the voting stock held by non-affiliates was \$1,653,004.70.

As of April 12, 2001, the registrant had 14,548,092 shares of common stock issued and outstanding.

Documents incorporated by reference: None.

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PART I

ITEM 1. DESCRIPTION OF BUSINESS

General

iBonzai.com (formerly iBonzai.com (formerly Life Medical Technologies) was organized iBonzai.com (formerly corporation corporation in the business of bringing corporation in the business of bringing new medical product technology the the Company dramatically cut back its operations the Company dramatically cut back its operations and eliminated most maintained maintained a skeleton crew to maintain and ship existing maintained a skeleton crew to maintain and ship existing research and research and did research and did not develop any additional products for its sales line. By mid 1997, all employees and part time help was maintained to handle existing sales and shipping of and part time help was maintained to handle sales to minimal levels and all remaining assets were distributed to its wholly owned subsidiary (see below) and sold off to two of its former employees.

The Company acquired several subsidiaries in 1995, but either sold off all entities by the end of 1995 or allowed the entities to lapse into nonexistence. As of December 31, 1995, the only subsidiary of the Company, The Comp Technologies, Inc. remained.

In approximately March of 2000, the Company changed its name from LifeSIM International Corporation and changed its symbol back to Life Medical Technologies, Inc. and obtained the trading symbol LFMD.

Effective May 11, 2000, the Company acquired all the of equity of Effective May 11, 2000, the Compa privately-held privately-held Nevada corporation doing privately-held Nevada corporation doing business as iBonZai.com Company Company issued 8,989,668 shares of stock to Scott Hoskings and 260,332 shares to another officer. As a res of of the acquisition, of the acquisition, iBonZai became a of the acquisition, iBonZai became a wholly-owned subsidiary two two shareholders of iBonZai who were issued two shareholders of iBonZai who were issued an aggreg two share controlling shareholders of the Company.

iBonZai.com iBonZai.com is in the business of developing solutions for business to iBonZai.com (ISP) problems. The company provides broadband backbone, billing services and (ISP) problems. The company provides other markets including media, vertical integration. ISPs As a fully interactive communications link between the user and the internet, the company provides versatile, moment-by-moment access to personalized information through a remote interface. moment-by-moment intended to allow the user to access e-mail, stock quotes, news reports, weather, services, call-back services, call-back features and personal secretarial/intelligent agent expandable adaptations.

Since the acquisition of Virtual Market Solutions.Com, the company has primarily focused on establishing name recognition, building its primary business as an ISP and expanding its customer base.

ITEM 2. DESCRIPTION OF PROPERTIES

The company offices are currently located at 435 East Universal Circle, Sandy, Utah 84070.

On March 1, 2000, the company entered into a lease for the Cascade Building located at 3

Blvd,Blvd, Provo, Utah . The lease extends from March 1, 2000Blvd, Provo, Utah . The lease extends from March 1, 2000
payments are \$5,055 with a deposit paid of \$5,100.

InIn March ofIn March of 2001,In March of 2001, the Company was evicted from the Cascade Building due to bein
in payments. The Landlordin payments. The Landlord took possession of their payments. The Landlord took p
damages,damages, the Companydamages, the Company remains liable on damages, the Company remains liable on the lea
report.

The present lease at 435 East Universal Circle, Sandy, Utah 84070 consists of approximatelyThe present lease at
feet and is month to month with no signed lease. The cost is \$500 per month.

AsAs business income increases, the Company intends to expand into larger accommodations,As business income
entered into any such arrangements.

ITEM 3. LEGAL PROCEEDINGS

TheThe ComThe Company is not aware of any pending legal proceedings against it, and is not engaged in any
proceedingsproceedings against anyproceedings against any party. The possibility exists that litigation may arise from t
lease of the Cascade Building.

ITEM 4. SUBMISSION OF MATTERS TO A VOTE OF SECURITIES HOLDERS

OnOn or about April 2000, the shareholders votedOn or about April 2000, the shareholders voted on the issuance o
debenturesdebentures to be paid at each one year anniversary. Interest is to be payabdebentures to be paid at ea
precedingpreceding the month in which the interestpreceding the month in which the interest is topreceding the month in
amountamount of the debenture, in \$1,000 increments, into sharesamount of the debenture, in \$1,000 increments, into share
ofof \$.0543 per share.. The motion was approved by theof \$.0543 per share.. The motion was approved by the vote ofof \$.
converted to stock during the fiscal year.

AA meeting of the shareholders was also held in June of 2000 foA meeting of the shareholders was also hel
MarketMarket Solutions and assume a \$250,000 convertibleMarket Solutions and assume a \$250,000 convertible debt of
suchsuch action weresuch action were approved bsuch action were approved by a majority of the shareholders. At the
changechange the name of the company from Life Medical Technologies to iBonZai.com was presenchange the
shareholders, and was approved by a majority of the shareholders.

PART II

ITEM 5. MARKET PRICE FOR REGISTRANT S COMMON EQUITY AND RELATED STOCKHOLDER MATTERS

TheThe company currently has issued and outstanding 14,548,092 shares of common stock owned by
approximately 192 shareholders of record.

DuringDuring theDuring the preceding two fiscal years the Company hasDuring the preceding two fiscal years the

the Company does not anticipate that it will pay dividends, if any, on the common stock is within the discretion of the Company's earnings, its capital requirements, and financial condition and other relevant factors.

A history of the stock price of the Company is as follows:

Period	High	Low
<u>1999</u>		
1 st Quarter	\$ -	\$ -
2 nd Quarter	-	-
3 rd Quarter	-	-
4 th Quarter	-	-
<u>2000</u>		
1 st Quarter	\$ -	\$ -
2 nd Quarter	7.25	4.38
3 rd Quarter	6.25	2.38
4 th Quarter	4.13	0.88
<u>2001</u>		
1 st Quarter	\$ 0.88	\$ 0.32

Item 6. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

iBonZai.com iBonZai.com isiBonZai.com is in the business of developing solutions for business toiBonZai.com (ISP)(ISP) problems. The(ISP) problems. The company provides broadband(ISP) problems. The company provides bro
developing other markets including media, developing other markets including media, vertical integration throu
ISPs ISPs As an interactive communications link between the user and the internet ISPs As an interactive communicati
moment-by-moment moment-by-moment access to personalized moment-by-moment access to personalized information
intended intended to allow the user to access intended to allow the user to access e-mail, stock quotes, news reports, weather,
services, services, call-back features and peservices, call-back features and personalservices, call-back features a
expandable adaptations.

Since the acquisition of Virtual Market Solutions.ComSince the acquisition of Virtual Market Solutions.Com as companycompany has primarily focused on establishing name recognition, building its primary business as an ISP and expanding its customer base.

Results of Operations

In the year 2000, the Company had revenues of \$1,628,516, an increase from \$215,265 in 1999 to \$232,369 in 2000. The primary reason for the decrease in sales and increase in costs was the transition from a web site design company to the increase costs and development of a full Internet service provider company.

Liquidity and Capital Resources

The Company had an accumulated deficit of \$(698,459) as of December 31, 2000. The Company had an accumulated deficit of \$1,700,000 as of December 31, 2001. The Company has no operating capital to continue the same type of operations as

seekingseeking to raise other capital through loans or equseeking to raise other capital through loans or equity finance
businesses.

ITEM 7. FINANCIAL STATEMENTS

TheThe financial statements of the Company are set forth immediately following the signature page to this form
10-KSB.

ITEM 8. CHANGES IN AND DISAGREEMENTS WITH ACCOUNTANTS ON ACCOUNTING
AND FINANCIAL DISCLOSURE

PriorPrior to June 2000, Crouch, Bierwolf and ChisholmPrior to June 2000, Crouch, Bierwolf and Chisholm wasP
ofof 2000, theof 2000, the Board of Directors approved the engagementof 2000, the Board of Directors approved the engage
to to replace Crouch, Bierwolf and Chisholm. Due to the change in control and change in management, as of June,
2000,2000, Crouch, Bierwolf & Chisholm declined to 2000, Crouch, Bierwolf & Chisholm declined to stand2000, Crouch, B

InIn connection, with the audits of the previous fiscal years ended December 31, 1999 aIn connection, with the audi
disagreementsdisagreements with Crouch, Bierwolf & Chisholm on disagreements with Crouch, Bierwolf & Chisholm
statementstatement disclosure, or auditing scope or procedures, which disagreements if not resolved to thestatement o
wouldwould have caused them to make reference in connecwould have caused them to make reference in conn
disagreement, and said firm has not advised the registrant of any reportable events.

TheThe accountants reports oThe accountants reports of Crouch,The accountants reports of Crouch, Bierwolf & Chi
LifeLife Medical, Inc.)Life Medical, Inc.) Did notLife Medical, Inc.) Did not contain any adverse opinion or disclaimer of
scope,scope, or accountscope, or accounting scope, or accounting principles, but there was the uncertainty of going
operating capital.

PART III

ITEM 9. DIRECTORS AND EXECUTIVE OFFICERS OF THE REGISTRANT

TheThe following table sets forth as of December 31, 2000, the name, age, and position of each executive officer
and director and the term of office of each director of the Company.

Directors and Executive Officers

Name	Age (2000)	Director Since	Position with the Company
Scott Hoskins	49	2000	President/Director
Dwight Williams	58	2000	Vice President

ScottScott R. Hosking: Mr. Hosking attended the U: Mr. Hosking attended the Unive: Mr. Hosking attended t
career in his family's aviation business. After three years with the family company, Mr. Hosking made the
decision to leave and pursue aviation consulting opportunities.

FromFrom 1985 to 1994, Mr. Hosking operated a private business in Mexico. In 1994, Mr. HoskingFrom 1985 to
thethe United States.the United States. Upon returning to United States, he worked as a management and marketing consult
States and Mexico companies. In 1998 Mr. Hosking developed the business model of iBonZai and

incorporated iBonZai.com, Inc. in 1999.

Dwight B. Williams, Director and Secretary/Treasurer.

Dwight B. Williams is a shareholder in the Salt Lake City, Utah law firm of Mackey Price & Williams.

Mr. Williams attended Stanford University and the University of California. Mr. Williams attended Stanford University and the University of California, Phi Kappa Phi in 1967 with a Bachelor of Arts degree in Political Science. Mr. Williams received a Master of Arts degree from California University in 1970.

Upon graduation from law school, Mr. Williams practiced in New York City with the law firm of Chadbourne, Parke, Whiteside and Wolff. Following military duty as an intelligence analyst, Mr. Williams returned to Salt Lake City, Utah, where he joined the law firm of Van Cott, Bagley & Associates in 1974. He later became a partner with the Salt Lake City law firm of Kirton, McConkie & Bushnell.

Mr. Williams also served as an adjunct professor of Business Law at the University of Utah from 1974 to 1979. From 1985 to 1988 he served as a member of the Board of Directors of the Church of Jesus Christ of Latter-Day Saints.

Mr. Williams' law practice is concentrated in international business law. Mr. Williams' law practice is concentrated in international business law. Mr. Williams is a member of the World Trade Association and of the International Visitors -based World Trade Association and of the International Law Section from 1993 to 1995.

Mr. Williams served six years as a member of the Utah District Court. Mr. Williams served six years as a member of the Utah District Court. Mr. Williams is a member of the Utah State Bar and served as Chairman of the International Law Section from 1983 to 1984. In addition, he was a member of the International Law Section from 1983 to 1984. Mr. Williams speaks German, Italian and Spanish. Mr. Williams has reading capabilities in Spanish and Portuguese.

ITEM 10. EXECUTIVE COMPENSATION

Compensation of Executive Officers and Directors

No officers or directors have been paid more than \$60,000 annually

ITEM 11. SECURITY OWNERSHIP OF CERTAIN BENEFICIAL OWNERS AND MANAGEMENT

The following table sets forth as of December 31, 2000, the name and address of each person who is known by the Company to own beneficially, more than 5% of the 14,548,092 issued and outstanding shares of the Company's common stock, and the name and shareholdings of each person as a group:

Title of Class	Name and Address Beneficial Owner	Amount and Nature of Beneficial Ownership	Percentage of Class
Common	Scott Hoskings	8,989,668	61.79%
Common	Dwight Williams	260,332	1.78%

Item 12. Certain Relationships and Related Transactions

During the year, 9,250,000 shares were issued for the acquisition of Dwight Williams.

Item 13. Exhibits, and Reports on Form 8-K

(a)(1) **Financial Statements.** The following financial statements are included in this report:

Report of the C.P.A. Network, LLC, Certified Public Accountants.

Balance Sheet as of December 31, 2000

Statements of Operations - For the years ended December 31, 2000 and since inception.

Statement of Stockholders Equity - For the period from December 31, 2000.

Statement of Cash Flows - For the years ended December 31, 2000

Notes to Financial Statements

(a)(2) **Financial Statements Schedules.** The following financial statement schedules are included in this report:

None.

(b)(1) The following 8-k reports have been submitted during the past year:

February 1, 2000. Change in name back to Life Medical Corporation.

June 16, 2000. Change in name to iBonzai.com and acquired a privately held business called VMarket Solutions dba as iBonzai.com. (Held as wholly owned subsidiary). A change in management was also announced.

IBonZai.com, INC.
(A Development Stage Enterprise)
CONSOLIDATED FINANCIAL STATEMENTS

INDEPENDENT AUDITORS' REPORT

To IBonZai.com, Inc.:

We have audited the accompanying consolidated balance sheet of IBonZai.com, Inc. as of December 31, 2000 and the related consolidated statement of income, shareholders' equity, and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. We conducted our audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. Our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of IBonZai.com, Inc. as of December 31, 2000, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

The accompanying consolidated financial statements have been prepared on a going concern basis. As discussed in Note 3 to the consolidated financial statements, the Company is currently experiencing financial difficulties. This condition raises substantial doubt about its ability to continue as a going concern. These financial statements do not include any adjustments that might result from the outcome of this uncertainty.

The C.P.A. Network, LLC
Orem, Utah
March 25, 2001

IBonZai.com, INC.
(A Development Stage Enterprise)
CONSOLIDATED BALANCE SHEET
December 31, 2000

Assets

Current Assets:

Receivables	\$ 1,305
Inventory	<u>26,553</u>
Total current assets	<u>27,858</u>

Property and Equipment:

Leasehold improvements	10,234
Equipment	103,864
Vehicles	17,929
Accumulated depreciation	<u>(13,621)</u>
Net property and equipment	<u>118,406</u>
Total assets	<u><u>\$ 146,264</u></u>

Liabilities and Equity

Current Liabilities:

Accounts payable	\$ 111,853
Accrued expenses	269,624
Cash drawn against future deposits	24,546
iBonZai bucks	25,519
Short-term loans	274,775
Shareholder loans	<u>20,000</u>
Total current liabilities	<u>726,317</u>

Long Term Liabilities:

Vehicle loan	<u>14,891</u>
Total long term liabilities	<u>14,891</u>
Total liabilities	<u>741,208</u>

Equity:

Common stock	14,175
Contributed Capital	1,016,811
Retained earnings (deficit) accumulated during development stage	<u>(1,625,930)</u>
Total equity	<u>(594,944)</u>
Total liabilities and equity	<u><u>\$ 146,264</u></u>

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

IBonZai.com, INC.
(A Development Stage Enterprise)
CONSOLIDATED STATEMENT OF OPERATIONS
For The Year Ended December 31, 2000
and Since Inception

	<u>2000</u>	<u>Since Inception</u>
Operating Revenues		
Sales	\$ 160,883	\$ 404,898
	160,883	404,898
Cost of Goods Sold	<u>232,369</u>	<u>258,533</u>
Gross Profit (Loss)	(71,486)	146,365
Operating Expenses		
Personnel costs	731,994	731,994
General and administrative	208,381	224,015
Facilities	118,466	132,814
Marketing	304,420	333,718
Coaching	58,944	90,461
Commissions	46,741	132,003
Web design	44,170	83,376
Depreciation & amortization	<u>13,261</u>	<u>13,621</u>
	1,526,737	1,742,002
Net Operating Income (Loss)	<u>(1,598,223)</u>	<u>(1,595,637)</u>
Other Revenue (Expense)		
Interest	<u>(30,293)</u>	<u>(30,293)</u>
	(30,293)	(30,293)
Net Income	<u>\$ (1,628,516)</u>	<u>\$ (1,625,930)</u>
Basic and Diluted Income (Loss) per Share	<u>\$ (0.1149)</u>	<u>\$ (0.1147)</u>
Common Shares Used in Per Share Calculation	<u>14,174,999</u>	<u>14,174,999</u>

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

IBonZai.com, INC.
(A Development Stage Enterprise)
CONSOLIDATED STATEMENT OF
SHAREHOLDERS' EQUITY
For The Year Ended December 31, 2000

	<u>Shares</u>	<u>Amount</u>
Common Stock:		
Par value is \$.001 per share, 50,000,000 shares authorized		
Balance at December 31, 1999	25,424,317	\$ 25,424
Common stock issued:		
Merger cancellations	(20,684,317)	(20,684)
Acquisition	8,762,500	8,763
Private placements, debenture conversion & other	<u>672,499</u>	<u>672</u>
Balance at December 31, 2000	<u><u>14,174,999</u></u>	<u><u>\$ 14,175</u></u>
Contributed Capital:		
Balance at December 31, 1999		\$ 1,838,110
Post acquisition adjustments		(1,838,110)
Common stock		(14,175)
Debenture conversion		250,000
Shareholder contributions		249,990
Private placement		<u>530,996</u>
Balance at December 31, 2000		<u><u>\$ 1,016,811</u></u>
Retained Earnings (Deficit) Accumulated		
During Development Stage:		
Balance at December 31, 1999		\$ (1,863,534)
Post acquisition adjustments		1,863,534
		2,586
Net income (loss)		<u>(1,628,516)</u>
Balance at December 31, 2000		<u><u>\$ (1,625,930)</u></u>

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

IBonZai.com, INC.
(A Development Stage Enterprise)
CONSOLIDATED STATEMENT OF CASH FLOWS
For The Year Ended December 31, 2000

Cash flows from operating activities:

Net income (loss)	\$ (1,625,930)
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation expense	13,621
Changes in current assets and liabilities:	
Receivables (increase) decrease	(1,305)
Inventory (increase) decrease	(21,553)
Accounts payable increase (decrease)	95,524
Accrued expenses increase (decrease)	217,108
Bank overdraft increase (decrease)	24,546
iBonZai bucks increase (decrease)	25,519
Short term loans increase (decrease)	<u>327,291</u>
 Net cash provided (used) by operating activities	 <u>(945,179)</u>

Cash flows from investing activities:

Capital expenditures	(120,290)
Purchase/reverse merger	<u>(9,086)</u>
 Net cash provided (used) by investing activities	 <u>(129,376)</u>

Cash flows from financing activities:

Proceeds from long-term loans	15,425
Payments on long-term loans	(534)
Proceeds from issuance of common stock	530,996
Proceeds from issuance of convertible debenture	250,000
Shareholder contributions	249,990
Shareholder loans	108,975
Shareholder loan repayments	<u>(98,070)</u>
 Net cash provided (used) from financing activities	 <u>1,056,782</u>
 Net changes in cash	 (17,773)
Cash, beginning	<u>17,773</u>
Cash, ending	<u><u>\$ 0</u></u>

Noncash transactions:

Convert shareholder loan to contributed capital	\$ 142,012
Convert debentures into common stock	\$ 250,000

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

IBonZai.com, INC.
(A Development Stage Enterprise)
CONSOLIDATED NOTES TO FINANCIAL STATEMENTS
December 31, 2000

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IBonZai.com, INC.
(A Development Stage Company)
CONSOLIDATED NOTES TO FINANCIAL STATEMENTS
December 31, 2000

NOTE 1 - SUMMARY OF ORGANIZATION & SIGNIFICANT ACCOUNTING POLICIES

A. Organization

iBonZai.com, iBonZai.com, Inc., a C-Corporation, was originally incorporated as Life Medical Technologii Bon December 26, 1991 under the provisions of the Delaware State Code.

TheThe Company, through its recent acquisition ofThe Company, through its recent acquisition of VirtThe C becomebecome a Developmentbecome a Development Stage Enterprise positioning itself as a full-solution internetbecome its wholly owned subsidiary Virtual Market Solutions.Com, Inc. and its iBonZaiits wholly owned subsidiary Virtual Ma primaryprimary objective is to meet the needs of the internet basedprimary objective is to meet the needs of the internet ba tools,tools, support services and state-of-the-art communication technology to individuals desiring to increasethe quality ofof their lives; personally, professionally and fof their lives; personally, professionally and financiallof their lives; personally thethe user and the internet with versatile, moment-by-moment access to personalized information throughthe user and t ininterface.interface. This communications link is intended to allow the user to access e-mail, stock quotes, news rein weather,weather, movies,weather, movies, online purchasing, banking services, call-back features and personal secretarial services with virtually unlimited and expandable adaptations.

B. Principles of Consolidation

The accompanying consolidated financial statements of the Company and its subsidiaries. Inter-company balances and transactions have been eliminated in consolidation.

C. Cash and Cash Equivalents

CashCash consists ofCash consists of amounts in demand and certificates ofCash consists of amounts in demand investments maturing within three months to be cash equivalents.

D. Inventory

Inventories are carried at the lower of cost or market (using a first-in, first-out method).

E. Property and Equipment

Property and equipment are stated at cost. Depreciation is the estimated useful lives of the assets. When assets are retired or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts, and a charge is made to income for the period. The cost of maintenance and repairs is charged to income as incurred; significant improvements are capitalized.

F. Estimates

ThTheThe The preparationThe preparation The preparation ofThe preparation ofThe preparation of fThe preparation managementmanagement to makemanagement to make assumptions that affect certain reportedmanagement to make assur could differ from those estimates.

IBonZai.com, INC.
(A Development Stage Company)
CONSOLIDATED NOTES TO FINANCIAL STATEMENTS
December 31, 2000

NOTE 2 - ACQUISITION OF VIRTUAL MARKET SOLUTIONS.COM, INC.

Effective June 8, 2000, Life Medical Technologies, Inc. acquired all the equity of Virtual Market Solutions.Com, Inc. and changed its name to iBonZai.com, Inc. Pursuant to the acquisition, the Company became a wholly-owned subsidiary of iBonZai.com, Inc. and became the controlling shareholders of iBonZai.com, Inc. The Company obtained the trading symbol IBZI on the OTC Bulletin Board.

The parent company has assumed debt or loaned Virtual Market Solutions.Com, in order to fund operations:

Assumption of Convertible Debenture debt	\$ 250,000
Additional capital contributions	249,990
Proceeds from private placement	284,675
Direct deposits of capital contributions	142,012
Expenses paid on behalf of subsidiary	97,809
Total	<u>\$ 1,024,486</u>

NOTE 3 - GOING CONCERN

The accompanying consolidated financial statements are prepared on a going concern basis, which contemplates profitable operations and the satisfaction of liabilities as shown in the statement of operations, the Company reported a net loss of \$1,024,486 for the year ended December 31, 2000. This uncertainty raises substantial doubt about the ability of the Company to continue as a going concern. Normal operations were discontinued in January 2001 until additional funding is acquired.

The Company's continuation as a going concern is dependent upon the Company's ability to obtain additional financing or secure adequate new financing. The financial statements are prepared on a going concern basis, which contemplates profitable operations and the satisfaction of liabilities as shown in the statement of operations, the Company reported a net loss of \$1,024,486 for the year ended December 31, 2000. This uncertainty raises substantial doubt about the ability of the Company to continue as a going concern. Normal operations were discontinued in January 2001 until additional funding is acquired.

Management believes that the Company's operations from providing web hosting services will generate sufficient cash flows to meet its obligations and generate additional new financing.

NOTE 4 - CONVERTIBLE DEBENTURES

On April 4, 2000 the Company issued \$250,000 in ninety day 10% convertible debentures, payable annually at each one year anniversary. Interest is payable annually in which the interest is to be paid. \$500,000 authorized. The debenture holder will be entitled to convert the principal amount of authorized. The debentures, into shares of common stock of the Company at the conversion price of \$.0543 per share.

On June 8, 2000 when iBonZai.com, Inc. (Life Medical Technologies, Inc.), it also assumed the \$250,000 Convertible Debenture debt. Before June 30, 2000 the Convertible Debentures were converted into iBonZai.com, Inc. stock.

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NOTE 5 - ACCRUED EXPENSES

The Company's accrued expenses at December 31, 2000 consist of the following:

Credit card debt		\$	26,642
Payroll liabilities:			
Accrued payroll	\$	34,038	
Federal payroll liabilities		104,082	
Other		<u>41,371</u>	
			179,491
Other			<u>63,491</u>
Total			<u>\$ 269,624</u>

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NOTE 6 - SHORT-TERM LOANS

	Principal	Interest	Total
Your World, Inc.	\$ 60,000	\$ 3,950	\$ 63,950
Global Funding Group, Inc.	40,000	1,558	41,558
enSurge, Inc.	66,500	0	66,500
Maroon Bells Capital, LLC	100,000	2,767	102,767
	<u>\$ 266,500</u>	<u>\$ 8,275</u>	<u>\$ 274,775</u>

An unsecured promissory note was issued September 22, 2000 to Your World, Inc. for a loan of \$60,000. The note was due and payable on October 13, 2000. The note was due at the rate of \$50 per diem after October 13, 2000. The remaining principal balance as of December 31, 2000 was \$50,000 and accrued interest to date was \$3,950.

Three unsecured loans totaling \$66,500 were extended to the Company. The loans are due on demand and carry an interest rate of 8%. The loans are due on demand and carry an interest rate of 8%. The balance of the loans as of December 31, 2000 was \$66,500 and accrued interest to date was \$0.

Through issuance of a secured promissory note issued to LLC, the Company acquired \$100,000 funding. The note was secured by LLC, the Company acquired \$100,000 in iBonZai.com, Inc. The stated interest rate from October 1, 2000 to October 31, 2000 was 12% per annum. The stated interest rate from October 1, 2000 to October 31, 2000 was due and payable in full on the earlier of the following occurrences: (1) the maturity of the note or (2) November 30, 2000. Borrower's equity structure or principal balance at December 31, 2000 was \$100,000 and accrued interest to date was \$2,767.

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IBonZai.com, INC.
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NOTE 7 - LONG-TERM DEBT

The Company acquired a truck with a Zions Bank an interest rate of 10%. The remaining balance at December 31, 2000 was \$14,891.

The following is a schedule of maturities by year:

	Interest	Principal	Total
2001	\$ 1,385	\$ 2,811	\$ 4,196
2002	1,091	3,105	4,196
2003	766	3,430	4,196
2004	406	3,790	4,196
2005	64	1,755	1,819
Thereafter	<u>0</u>	<u>0</u>	<u>0</u>
Total	<u>\$ 3,712</u>	<u>\$ 14,891</u>	<u>\$ 18,603</u>

NOTE 8 - CASCADE BUILDING LEASE

On March 1, 2000, the Company entered into an agreement to lease On March 1, 2000, the Co Blvd., Provo, Utah). Inception and expiration of the lease dates from renewal options. Monthly lease payments are \$5,055 with a deposit of \$5,100.

Future minimum rental payments:

2001	\$ 60,660
2002	<u>10,110</u>
Total	<u>\$ 70,770</u>

NOTE 9 - RELATED PARTY TRANSACTIONS

Scott R. Hosking, the Company s largest shareholder and president, was paid consulting fees in the amount of \$27,300 during the fiscal year ended December 31, 2000. Scott R. Hosking was also of \$27,300 during the fiscal year ended December 31, 2000. Net shareholder loanscomputers, licences and furniture during the fiscal year ended December 31, 2000. Net shareholder loanscomputers, licences and furniture during the fiscal year ended December 31, 2000. Net shareholder loanscomputers, licences and furniture during the fiscal year ended December 31, 2000. See Note 9 - Subsequent Events activity. No payroll was paid Scott R. Hosking during the current fiscal year.

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IBonZai.com, INC.
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NOTE 10 - SUBSEQUENT EVENTS

A. Shareholder Loans

Scott R. Hosking, the Company's largest shareholder and Secretary, lent the Company \$20,000 in January 2001 and lent it to the Company in order to cover bank overdrafts.

B. Sale of Inventory and iBonZai Bucks

In January 2001 the Company sold approximately \$20,000 of its remaining inventory to Fantastic Deals, Inc. in exchange for Fantastic Deals, Inc. assuming approximately 450 customers. As part of the transaction Fantastic Deals, Inc. assumed approximately 450 customers.

C. Default on Building Lease

During March of 2001, the Company being two lease payments in arrears, was evicted from the Cascade Office Building (see Note 8). While the landlord took possession of the building, the Company continued to be responsible for its lease obligations.

D. Short-term Loan

On March 5, 2001 Global Funding Group, Inc. extended additional funding to the Company in the amount of \$7,080. The state rate in the promissory note was 18% due sixty days from the date of the note.

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SIGNATURES

Pursuant to the requirements of Section 13 or 15(d) of the Securities Exchange Act of 1934, the Registrant caused this Report to be signed on its behalf by the undersigned, thereunto duly authorized.

Ibonzai.com, INC.

By:

/s/ Scott R. Hosking

Dated: May 10, 2001

Pursuant to the requirements of the Securities Exchange Act following persons of behalf of the Registrant and in the capacities and on the dates indicated.

SIGNATURE	TITLE	DATE
/s/ Scott R. Hosking	President, Director	May 11, 2001
/s/ Dwight Williams	Vice President	May 11, 2001

CROUCH, BIERWOLF & CHISHOLM

May 25, 2001

Securities and Exchange Commission
Washington, DC

Gentlemen:

We have been furnished with a copy of the response to Item 8 of the Form 10K-SB/A We have been furnished with a c
June June 2000 filed by our former client, June 2000 filed by our former client, iBonzai.com, Inc. (Formerly Life Medical, In
made in response to that item insofar as they relate to our firm.

Sincerely,

/s/ Crouch Bierwolf & Chisholm