

Edgar Filing: ADVANCE TECHNOLOGIES INC - Form 8-K

ADVANCE TECHNOLOGIES INC

Form 8-K

July 25, 2006

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

FORM 8-K

CURRENT REPORT

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

Date of Report (Date of earliest event reported) July 25, 2006

ADVANCE TECHNOLOGIES, INC.

(Exact name of registrant as specified in its charter)

NEVADA

0-27175

95-4755369

(State or other jurisdiction
of incorporation)

(Commission File Number)

(IRS Employer
Identification No.)

15 N. Longspur Drive
The Woodlands, TX, 77380

(Address of principal executive offices) (Zip Code)

(310) 213-2143

Registrant's telephone number, including area code

(Former name or former address, if changed since last report)

Check the appropriate box below of the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

{ } Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

{ } Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)

{ } Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

{ } Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Page 1

ITEM 8.01 OTHER EVENTS.

Advance Technologies Inc. reports an improvement in Enhanced Vision Systems sales for the first 6 months of 2006. The EVS sales of 52 units for the first six months of 2006 is +63% above last year. The increasing sales continued in 2006 with the second quarter of 2006 +125% increase over the previous quarter (the first quarter of 2006). These figures are based upon same-customer sales.

Advanced Technologies Inc. has been receiving sales credit from Kollsman Inc. since 2002 for EVS. The first 200 units sold were stipulated as "without royalties". The next 1,800 units will earn royalties as specified under the Kollsman license agreement. In that agreement, 63% of the royalty income on the first 210 units is applied to an "advance royalty" account. It is anticipated that payment in full of the "advance royalty" account will be achieved by the end of 2006 based upon most current sales levels.

The satisfying of the "Advance Royalty Account" will have the effect of increasing royalty earnings on subsequent EVS sales for Advance Technologies Inc. by 167% through increased margins on a same-sales basis.

This announcement contains certain forward-looking statements and information that are based on the beliefs of management as well as assumptions made by and information currently available to management. When used in this document, the words "anticipate," "believe," "estimate," "expect," "intend," "will," "plan," "should," "seek," and similar expressions, are intended to identify forward-looking statements. Such statements reflect the current view of management regarding future events and are subject to certain risks, uncertainties and assumptions. Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual actions or results may vary materially from those described herein as anticipated, believed, estimated, expected or intended.

SIGNATURES

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

Dated: July 25, 2006

ADVANCE TECHNOLOGIES, INC.

By: /s/ GARY E. BALL

Gary E. Ball
President and Director

