

BLAST ENERGY SERVICES, INC.  
Form 10QSB/A  
June 05, 2006

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

**FORM 10-QSB/A**

(Mark One)

**QUARTERLY REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the quarterly period ended September 30, 2005

**TRANSITION REPORT UNDER SECTION 13 OR 15(d) OF THE EXCHANGE ACT**

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

**333-64122**  
(Commission file number)

**BLAST ENERGY SERVICES, INC.**  
(Exact name of small business issuer as specified in its charter)

**California**  
(State or other jurisdiction  
of incorporation or organization)

**22-3755993**  
(IRS Employer  
Identification No.)

**14550 Torrey Chase Blvd, Suite 330**  
**Houston, Texas 77014**  
(Address of principal executive offices)

**(281) 453-2888**  
(Issuer's telephone number)

**Verdisys, Inc.**  
(Former name if changed since last report)

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  No

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes  No

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The number of shares outstanding of each of the issuer's classes of common equity as of November 8, 2005:  
40,482,206 shares of common stock

The common stock of Blast Energy Services, Inc. is traded on the NASDAQ Bulletin Board under the symbol "BESV".

**Transitional Small Business Disclosure Format (check one): Yes  No**

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**Explanatory Note**

Blast Energy Services, Inc. (fka Verdisys, Inc.) is filing this amended Quarterly Report on Form 10-QSB/A for the quarterly period ended September 30, 2005 (the “Amended Quarterly Report”), to amend its Quarterly Report on Form 10-QSB for the quarterly period ending September 30, 2005 (the “Original Quarterly Report”), which was filed with the Securities and Exchange Commission on November 14, 2005.

The Amended Annual Report amends the Company’s financial statements to reflect a non-cash adjustment to impair the carrying value of the Company’s Intellectual Property as of December 31, 2004, including the associated footnotes to the financial statements and disclosures under Part I, Item 1 “Financial Statements,” Item 2 “Management’s Discussions and Analysis of Financial Condition and Plan of Operation - Forward Looking Statements and Item 3 “Controls and Procedures.” Except for these items no other information in the original Report is amended hereby.

**Blast Energy Services, Inc.**

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**BLAST ENERGY SERVICES, INC.  
(FORMERLY VERDISYS, INC.)**

**PART I. FINANCIAL INFORMATION**

**ITEM 1. Financial Statements**

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BLAST ENERGY SERVICES, INC.  
(Formerly Verdisys, Inc.)  
BALANCE SHEET  
(Unaudited)  
September 30, 2005

	Assets	<b>(Restated)</b>
<b>Current Assets:</b>		
Cash	\$	311,715
Accounts receivable, net of allowance for doubtful accounts of \$10,290		197,015
License Receivable		765,000
Other current assets		69,055
<b>Total Current Assets</b>		<b>1,342,785</b>
Equipment, net of accumulated depreciation of \$143,611		1,055,088
Licenses, net of accumulated amortization of \$6,964		1,163,036
<b>Total Assets</b>	<b>\$</b>	<b>3,560,909</b>
<b>Liabilities and Stockholder's Deficit</b>		
<b>Current Liabilities</b>		
Accounts payable	\$	696,824
Accrued expenses		952,301
Advances-related parties		900,000
Deferred revenue		216,668
Customer deposits		76,850
Notes payable-related parties, net of unamortized discount of \$23,840		176,160
Notes payable-other, net of unamortized discount of \$17,369		377,631
<b>Total Current Liabilities</b>		<b>3,396,434</b>
<b>Long Term Liabilities:</b>		
Note payable-other		500,000
Deferred revenue, less current portion		6,780
<b>Total Liabilities</b>		<b>3,903,214</b>
<b>Commitments and Contingencies</b>		
<b>Stockholder' Deficit:</b>		
Common Stock, \$.001 par value, 100,000,000 shares authorized; 40,486,206 shares issued and outstanding		40,482
Additional paid in capital		29,176,819
Accumulated deficit		(29,559,606)
<b>Total Stockholders' Deficit</b>		<b>(342,305)</b>
<b>Total Liabilities and Stockholders' Deficit</b>	<b>\$</b>	<b>3,560,909</b>



BLAST ENERGY SERVICES, INC.  
 (Formerly Verdisys, Inc.)  
 STATEMENTS OF OPERATIONS  
 (Unaudited)

	<b>For the Three Months Ended September 30,</b>		<b>For the Nine Months Ended September 30,</b>	
	<b>2005</b>	<b>2004</b>	<b>2005</b>	<b>2004</b>
<b>Revenue:</b>	<b>(Restated)</b>		<b>(Restated)</b>	
Satellite Communications	\$ 293,937	\$ 154,906	\$ 802,712	\$ 401,705
Downhole Services	8,500	427,519	27,491	694,180
<b>Total Revenue</b>	<b>302,437</b>	<b>582,425</b>	<b>830,203</b>	<b>1,095,885</b>