

AMS Health Sciences has filed for bankruptcy protection...  
let's see how CreditRiskMonitor tracked this trend!

## AMS Health Sciences, Inc.

711 NE 39th Street

Phone: (405) 842-0131

Oklahoma City, OK 73105 United States

Fax: (405) 843-4935

Filed for Bankruptcy on 12/27/2007

Case #07-14678, filed in the U.S. Bankruptcy Court for the Western District of Oklahoma

Latest Financial Statements as of 9/30/2007

Latest MD&A as of 11/18/2007

### Business Summary

AMS Health Sciences, Inc. (AMS) develops and distributes performance-based nutritional, weight loss and personal care products. The Company distributes products through a network marketing system using independent distributors. During the year ended December 31, 2006, the Company's primary product lines consisted of 22 nutritional products; five weight management products, and 31 personal care products consisting primarily of skin care products. AMS' products are manufactured by various manufacturers pursuant to formulations developed for the Company and are sold to its independent associates located in all 50 states, the District of Columbia, Puerto Rico and Canada.

(Source: 10KSB)

Employees: 25 (as of 12/31/2006)

Federal Tax Id: 731323256

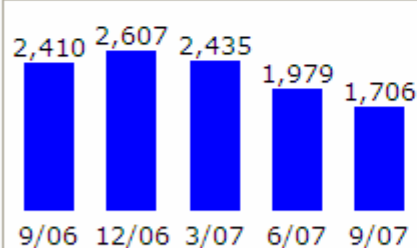
### Credit Scores

<b>FRISK2 Score</b>	<b>1</b>	12/28/2007
Probability of default range: 21.0% - 50.0%		
<b>Z" Score</b>	<b>-17.85</b>	(Fiscal danger) 9/30/2007

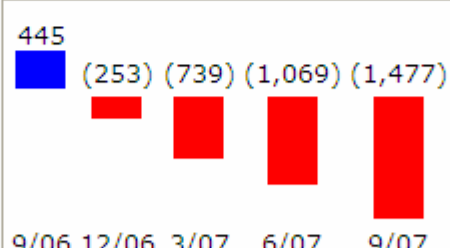
### Auditor Information

Last Audit: 12/31/2006  
Auditors: Cole & Reed, P.C.  
Opinion: **Unqualified**

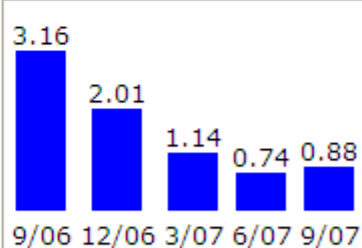
### Net Sales



### Working Capital



### Days Sales Outstanding



### Third Quarter and Year-to-Date Results

Sales for the 3 months ended 9/30/2007 decreased 29.21% to \$1.71 million from last year's comparable period amount of \$2.41 million. Sales for the 9 months ended 9/30/2007 decreased 16.35% to \$6.12 million from \$7.32 million for the same period last year.

Gross profit margin decreased 37.79% for the period to \$614.00 thousand (35.99% of revenues) from \$987.00 thousand (40.95% of revenues) for the same period last year. Gross profit margin decreased 16.54% for the year-to-date period to \$2.37 million (38.74% of revenues) from \$2.84 million (38.83% of revenues) for the comparable 9 month period last year.

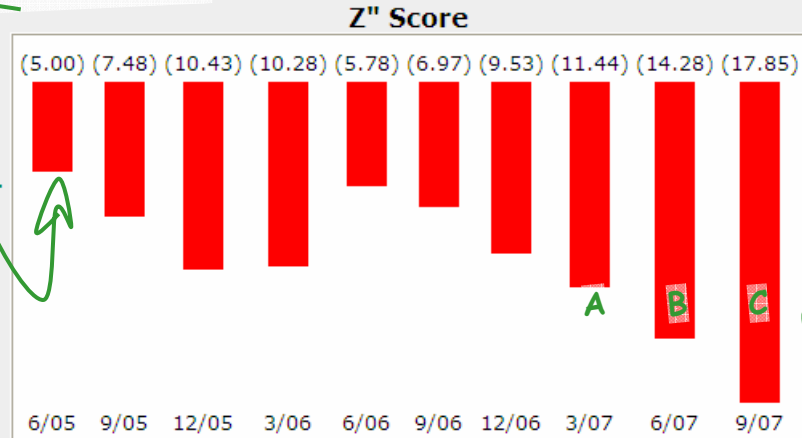
Selling, general and administrative expenses for the period decreased 26.52% to \$989.00 thousand compared with \$1.35 million for the same period last year. Selling, general and administrative expenses for the 9

**CreditRiskMonitor**

(845) 230-3021  
info@crmz.com

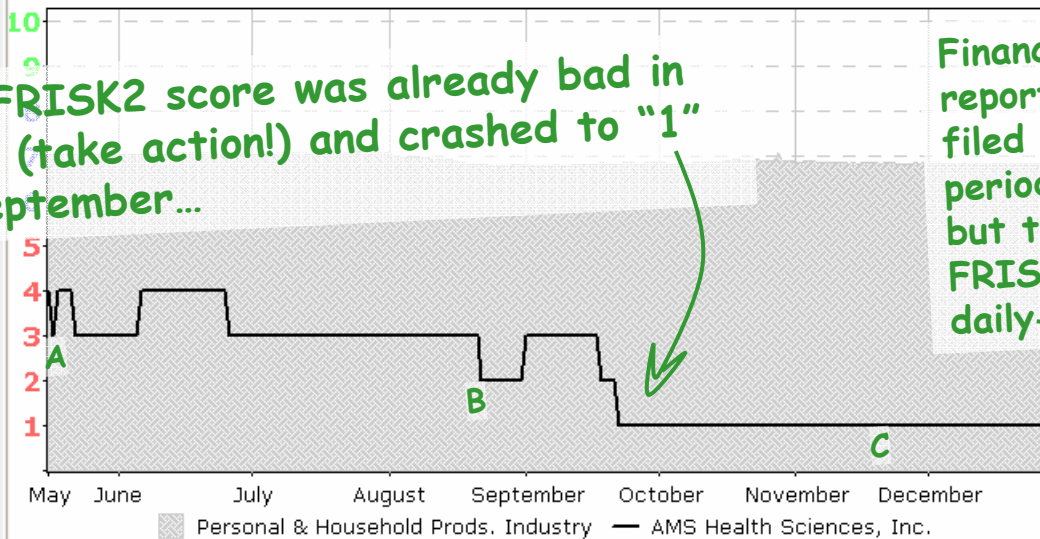
The Altman Z" was signaling trouble back in 2005...

**LEGEND:**  
 Financially sound: 2.60 or higher  
 Neutral: 1.10 to 2.60  
 Fiscal danger: less than 1.10



The current FRISK2 score is 1 (probability of default\* 21.0% - 50.0%), below its 8-month average and below its industry average.

The FRISK2 score was already bad in May, (take action!) and crashed to "1" in September...



Financial reports are filed periodically, but the FRISK2 is daily

**FRISK2 Score** - A score indicating the probability of default for a company over a 12 month horizon, based on new daily information in the CRMZ database, as calculated by a proprietary statistical model created by Dr. Camilo Gomez, and back-tested on 10,000 companies. (see [Financial Risk \(FRISK2\) Score](#)).

The FRISK2 score is reported on a 1 to 10 scale:

	FRISK2	Probability of default within 12 months	
		From	To
Best	10	0%	0.3%
	9	0.3%	0.4%
	8	0.4%	0.9%
	7	0.9%	1.9%
	6	1.9%	3.7%
	5	3.7%	7.4%
	4	7.4%	10.1%
	3	10.1%	14.1%
	2	14.1%	21.0%
Worst	1	21.0%	50.0%

Want an automatic alert when this is happening?

Try our Credit Limit Service.

**CreditRiskMonitor**

(845) 230-3021  
 info@crmz.com

... plus, look at the news alerts you would have seen...

Four directors resign...

And... Bankrupt...

News Summary ( ☒ CRM selected stories ☐ Moody's stories ☐ All stories) [Next Page](#)

#	Date	Source	Headline
1	12/27/2007	Business Wire	<a href="#">AMS Health Sciences, Inc. Seeks Bankruptcy Protection</a>
2	11/21/2007	CRM News Service	<a href="#">AMS Health Sciences, Inc. -- updated financials available</a>
3	11/20/2007	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC FILES (8-K) Disclosing Change in Directors or Principal Officers, Other Events, Financial Statements and Exhibits</a>
4	11/20/2007	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC: a Form 10QSB has been Filed with the SEC</a>
5	11/14/2007	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC Files Notification of Late Filing for its Form 10-Q with the Securities and Exchange Commission.</a>
6	11/9/2007	PR Newswire	<a href="#">American Stock Exchange LLC to Delist Securities of AMS Health Sciences, Inc.</a>
7	11/1/2007	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC FILES (8-K) Disclosing Entry into a Material Definitive Agreement, Financial Statements and Exhibits</a>
8	9/24/2007	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC FILES (8-K) Disclosing Notice of Delisting or Failure to Satisfy a Continued Listing Rule or Standard; Transfer of Listing, Other Events, Financial Statements and Exhibits</a>
9	9/7/2007	CRM News Service	<a href="#">AMS Health Sciences, Inc. -- updated financials available</a>
10	8/15/2007	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC FILES (8-K) Disclosing Results of Operations and Financial Condition, Financial Statements and Exhibits</a>
11	8/14/2007	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC: a Form 10QSB has been Filed with the SEC</a>
12	7/19/2007	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC FILES (8-K) Disclosing Notice of Delisting or Failure to Satisfy a Continued Listing Rule or Standard; Transfer of Listing, Financial Statements and Exhibits</a>
13	6/6/2007	CRM News Service	<a href="#">AMS Health Sciences, Inc. -- updated financials available</a>
14	5/15/2007	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC FILES (8-K) Disclosing Results of Operations and Financial Condition, Financial Statements and Exhibits</a>
15	5/11/2007	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC: a Form 10QSB has been Filed with the SEC</a>
16	4/25/2007	CRM News Service	<a href="#">AMS Health Sciences, Inc. -- updated financials available</a>
17	4/2/2007	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC FILES (8-K) Disclosing Change in Directors or Principal Officers, Financial Statements and Exhibits</a>
18	3/30/2007	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC: a Form 10KSB has been Filed with the SEC</a>
19	12/8/2006	CRM News Service	<a href="#">AMS Health Sciences, Inc. -- updated financials available</a>
20	12/5/2006	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC FILES (8-K) Disclosing Change in Directors or Principal Officers, Financial Statements and Exhibits</a>
21	11/29/2006	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC FILES (8-K) Disclosing Change in Directors or Principal Officers, Financial Statements and Exhibits</a>
22	11/20/2006	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC FILES (8-K) Disclosing Entry into a Material Definitive Agreement, Financial Statements and Exhibits</a>
23	11/15/2006	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC FILES (8-K) Disclosing Results of Operations and Financial Condition, Financial Statements and Exhibits</a>
24	11/14/2006	CRM News Service	<a href="#">AMS HEALTH SCIENCES INC: a Form 10QSB has been Filed with the SEC</a>

Delisting notices

Lenders renegotiate...

Divestiture

The company reports its 5<sup>th</sup> consecutive year of losses AND 5<sup>th</sup> year of declining sales...

**CreditRiskMonitor**

(845) 230-3021  
info@crmz.com

... need more depth? Look at the Liquidity Ratios...  
 Current Assets crashing, Working Capital a strongly  
 negative % of Sales...  
 and vanishing Cash, Quick, and Current ratios...

Liquidity Ratios - Sequential Quarters					
(Thousands of U.S. Dollars )					
Period Ended	3 mos 9/30/2007	3 mos 6/30/2007	3 mos 3/31/2007	3 mos 12/31/2006	3 mos 9/30/2006
<b>Current assets \$</b>	<b>\$733</b>	<b>\$1,034</b>	<b>\$1,726</b>	<b>\$1,996</b>	<b>\$2,671</b>
% change	-29.11%	-40.09%	-13.53%	-25.27%	-4.78%
% of short-term debt	86.85%	121.22%	285.29%	549.86%	712.27%
<b>Current liabilities \$</b>	<b>\$2,210</b>	<b>\$2,103</b>	<b>\$2,465</b>	<b>\$2,249</b>	<b>\$2,226</b>
% change	5.09%	-14.69%	9.60%	1.03%	35.24%
<b>Working capital \$</b>	<b>(\$1,477)</b>	<b>(\$1,069)</b>	<b>(\$739)</b>	<b>(\$253)</b>	<b>\$445</b>
% change	-38.17%	-44.65%	-192.09%	-156.85%	-61.60%
% of sales (annualized)	-21.64%	-13.50%	-7.59%	-2.43%	4.62%
<b>Cash \$</b>	<b>\$158</b>	<b>\$286</b>	<b>\$723</b>	<b>\$1,063</b>	<b>\$1,385</b>
% change	-44.76%	-60.44%	-31.98%	-23.25%	-19.15%
% of short-term debt	18.72%	33.53%	119.50%	292.84%	369.33%
<b>Cash ratio</b>	<b>0.07</b>	<b>0.14</b>	<b>0.29</b>	<b>0.47</b>	<b>0.62</b>
% change	-47.43%	-53.63%	-37.94%	-24.03%	-40.21%
<b>Quick assets \$</b>	<b>\$176</b>	<b>\$301</b>	<b>\$740</b>	<b>\$1,107</b>	<b>\$1,456</b>
% change	-41.53%	-59.32%	-33.15%	-23.97%	-19.51%
% of short-term debt	20.85%	35.29%	122.31%	304.96%	388.27%
<b>Quick ratio</b>	<b>0.08</b>	<b>0.14</b>	<b>0.30</b>	<b>0.49</b>	<b>0.65</b>
% change	-44.36%	-52.32%	-39.01%	-24.75%	-40.48%
<b>Current ratio</b>	<b>0.33</b>	<b>0.49</b>	<b>0.70</b>	<b>0.89</b>	<b>1.20</b>
% change	-32.54%	-29.78%	-21.10%	-26.04%	-29.59%
Source:	10QSB 11/20/2007	10QSB 8/14/2007	10QSB 5/11/2007	10KSB 3/30/2007	10QSB 11/20/2007
<a href="#">Download Data</a> <a href="#">Print This Page</a>					