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

FORM 10-QSB

Quarterly report pursuant to Section 13 or 15(d) of the Securities and Exchange Act of 1934.

For the quarterly period ended September 30, 1999.

Transition report pursuant to Section 13 or 15(d) of the Exchange Act for the transition period from _____ to _____ .

Commission File Number: 333-72097

AMERICAN COMMUNICATIONS ENTERPRISES, INC.
(Exact name of registrant as specified in charter)

Nevada 74-2897368
(State of Incorporation) (I.R.S. Employer I.D. No)

7103 Pine Bluffs Trail, Austin, TX 78729
(Address of Principal Executive Offices)

(512) 249-2344
(Registrant's Telephone Number, Including Area Code)

Check whether the registrant: (1) has filed all reports required to be filed by Section by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 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 the number of shares outstanding of each of the issuer's classes of stock as of October 30, 1999.

21,600,000 Common Shares

Transitional Small Business Disclosure Format:

YES NO

AMERICAN COMMUNICATIONS ENTERPRISES, INC.

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<C>

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Signatures

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American Communications Enterprises, Inc.
(A Development Stage Enterprise)

BALANCE SHEETS AS OF

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ASSETS	September 30, 1999 (Unaudited)	December 31, 1998 (Audited)
<S>	<C>	<C>
Cash	\$ 9,216	\$ 0
Licenses	480,000	0
TOTAL ASSETS	\$ 489,216	\$ 0

LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)

CURRENT LIABILITIES:

Accrued payroll	\$ 213,173	\$ 64,590
Accrued expenses	41,090	0
Advances from shareholder	6,140	6,140

Total liabilities	260,403	70,730
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STOCKHOLDERS' EQUITY (DEFICIT):

Common stock - no par value: 30,000,000 shares authorized; 21,600,000 and 10,500,000 shares issued and outstanding	555,100	100
Deficit accumulated during the development stage	(326,287)	(70,830)

Total stockholders' equity (deficit)	228,813	(70,830)
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TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)

\$ 489,216 \$ 0

</TABLE>

SEE NOTES TO FINANCIAL STATEMENTS.

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American Communications Enterprises, Inc.
(A Development Stage Enterprise)

STATEMENT OF OPERATIONS
(Unaudited)

<TABLE>
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	Three-Months Ended Sept. 30, 1999	Nine-Months Ended Sept. 30, 1999
	-----	-----
<S>	<C>	<C>
REVENUES	\$ 154,498	\$ 203,715
EXPENSES:		
Broadcast operations	146,660	190,140
Payroll & related taxes	64,590	193,770
Professional fees	5,000	48,212
Other Expenses	16,943	27,050
	-----	-----
NET LOSS	\$ 78,695	\$ 255,457
	=====	=====
NET LOSS PER SHARE	\$ 0.00	\$ 0.02
	=====	=====

</TABLE>

SEE NOTES TO FINANCIAL STATEMENTS.

American Communications Enterprises, Inc.
(A Development Stage Enterprise)

STATEMENT OF STOCKHOLDERS' EQUITY (DEFICIT)
For the Nine Months Ended September 30, 1999
(Unaudited)

<TABLE>
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	Common Stock Shares	Value	Deficit Accumulated During the Development Stage	Total
<S> Balances, December 31, 1998	<C> 10,500,000	<C> \$ 100	<C> \$ (70,830)	<C> \$ (70,730)
Proceeds from the issuance of common stock	1,500,000	75,000		75,000
Shares issued for license fees	9,600,000	480,000		480,000
Net loss for the nine months Ended September 30, 1999			(255,457)	(255,457)
Balances September 30, 1999	21,600,000	\$ 555,100	\$ (326,287)	\$ 228,813

</TABLE>

SEE NOTES TO FINANCIAL STATEMENTS.

American Communications Enterprises, Inc.
(A Development Stage Enterprise)

STATEMENT OF CASH FLOWS
(Unaudited)

<TABLE>
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Three-Months Nine-Months

	Ended Sept. 30, 1999	Ended Sept. 30, 1999	
<S>	<C>	<C>	
CASH FLOWS FROM OPERATING ACTIVITIES:			
Net loss	\$ (78,695)	\$ (255,457)	
Adjustments to reconcile net loss to net cash used in operating activities			
Increase in accrued payroll	64,590	148,583	
Increase in accrued expenses	205	41,090	
NET CASH USED IN OPERATING ACTIVITIES		(13,900)	(65,784)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Proceeds from short term borrowings	0	50,000	
Proceeds from the issuance of common stock	12,500	25,000	
CASH PROVIDED BY FINANCING ACTIVITIES		12,500	75,000
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		(1,400)	9,216
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD		10,616	0
CASH AND CASH EQUIVALENTS, END OF PERIOD		\$ 9,216	\$ 9,216

SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION:

Interest paid	\$ 0	\$ 0
Taxes paid	\$ 0	\$ 0

</TABLE>

SEE NOTES TO FINANCIAL STATEMENTS.

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American Communications Enterprises, Inc.
(A Development Stage Enterprise)

NOTES TO FINANCIAL STATEMENTS

NOTE A - FORMATION AND OPERATIONS OF THE COMPANY

American Communications Enterprises, Inc. (the "Company") was incorporated under the laws of the state of Nevada on October 29, 1998. The Company is considered to be in the development stage, as defined in Financial Accounting Standards Board Statement No. 7. The Company intends to purchase and operate radio stations throughout the United States. The planned principal operations of the Company have not commenced, therefore accounting policies and procedures have not yet been established.

The preparation of financial statements in accordance with generally accepted

accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and revenues and expenses during the reporting period. Actual results could differ from those estimates.

The accompanying unaudited financial statements of the Company have been prepared in accordance with generally accepted accounting principals for interim financial information and the instructions to Form 10-QSB and Rule 10-1 of Regulation S-X of the Securities and Exchange Commission (the "SEC"). Accordingly, these financial statements do not include all of the footnotes required by generally accepted accounting principals. In the opinion of management, all adjustments (consisting of normal and recurring adjustments) considered necessary for a fair presentation have been included. Operating results for the three and nine months and ended September 30, 1999 are not necessarily indicative of the results that may be expected for the year ended December 31, 1999. The accompanying financial statements and the notes should be read in conjunction with the Company's audited financial statements as of December 31, 1998 contained in its Amendment No. 2 Registration Statement on Form SB-2.

NOTE B - GOING CONCERN

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. The Company has an accumulated deficit and a negative working capital position of approximately \$250,000 as of September 30, 1999, and accordingly its ability to continue as a going concern is dependent on obtaining capital and financing for its planned principal operations. The Company plans to secure financing for its acquisition strategy through the sale of its common stock (see Note D) and issuance of debt. However, there is no assurance that they will be successful in their efforts to raise capital. These factors among others may indicate that the Company will be unable to continue as a going concern for a reasonable period of time.

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The financial statements do not include any adjustments that might be necessary if the Company is unable to continue as a going concern.

NOTE C - RELATED PARTY TRANSACTION

The Company's president, who is also a shareholder, has advanced \$6,140 to the Company. As of September 30, 1999 the Company had not repaid any of the advances, which are unsecured, non-interest bearing and due on demand.

NOTE D - COMMON STOCK OFFERING

During April 1999, the Company began offering subscriptions for the sale of up to 11,000,000 shares of the Company's common stock at \$0.05 per share. The existing shareholders do not intend to offer any shares for sale. The offering is on a best efforts, no minimum basis, and any proceeds will be used to finance the Company's acquisition strategy as well as provide working capital. As of September 30, 1999, \$75,000 was generated through the sale of 1,500,000 shares.

NOTE E - COMMITMENTS

The Company has identified KXYL AM and FM, Brownwood, Texas, and KSTA AM and FM, Coleman, Texas, as ideal acquisitions within its desired market size. As a part of its due diligence, the Company has entered into a Time Brokerage Agreement with the aforementioned radio stations, commencing June 1, 1999, whereby the Company will manage the operations for a period of up to twelve months. Under this cancelable agreement, the Company will collect all revenues and is responsible for the payment of all expenses including certain monthly debt obligations, which are approximately \$40,000 per month.

NOTE F - LICENSE AGREEMENT

On July 31, 1999, the Company entered into a license agreement with Tamark Communications to obtain (4) four exclusive IP Gateways. The Gateways are a combination of the internet and the global telephone networks to provide high speed telecommunications routing. In consideration of 9,600,000 shares of its

common stock (with a fair market value of \$480,000) and a 1% royalty on gross sales generated from the Gateways, the Company has obtained the marketing and distribution rights for the Gateways for specific territories.

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Item 2.

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATION

OVERVIEW

The following discussion and analysis should be read in conjunction with the balance sheet as of December 31, 1998 and the financial statements as of and for the three and nine months ended September 30, 1999 included with this Form 10-QSB. We incorporated October 29, 1998 and this analysis does not include any discussion as of and for the comparative period in 1998.

We are considered to be in the development stage as defined in Financial Accounting Standards Board Statement No. 7, and we intend to provide branded, interactive information and programming as well as merchandise to music enthusiasts worldwide.

Readers are referred to the cautionary statement, which addresses forward-looking statements made by the Company.

RESULTS OF OPERATIONS

For the three and nine months ended September 30, 1999 we generated revenues of \$154,498 and \$203,715 through a Time Brokerage Agreement that allows us to manage the operations of two existing radio stations (the "Stations"). We have identified these Stations as ideal acquisitions and this agreement allows us to perform due diligence on the Stations prior to such acquisitions. However, we incurred a cumulative net loss of \$78,695 and \$255,457, respectively. Our operating expenses consist primarily of broadcast operations, payroll and professional fees.

- o Broadcast operating expenses of \$146,660 and \$190,140 consisted principally of expenses incurred in connection with the management of the aforementioned Stations.
- o Payroll expenses of \$64,590 and \$193,770 consisted principally of related taxes and salaries paid to employees.
- o Professional fees of approximately \$5,000 and \$48,212 consisted principally of general business consulting, business development, legal and accounting fees.
- o Other expenses of \$16,943 and \$27,050 consisted principally of office supplies, travel, and organization costs.

The results of operations for the periods ended September 30, 1999 are not necessarily indicative of the results for any future interim period or for the year ending December 31, 1999. We expect to expand upon obtaining capital and financing for our planned principle operations.

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Liquidity and Capital Resources

Our operating requirements have exceeded our cash flow from

operations as we have been building our business. Operating activities during the nine months ended September 30, 1999 created a net use of cash of \$65,784, which was funded through sales of common stock of \$75,000. At September 30, 1999 we had cash and cash equivalents of \$9,216, however we had a working capital deficit of approximately \$250,000.

During April 1999, we began offering subscription for the sale of up to 11,000,000 shares of our common stock at \$0.05 per share. We need the proceeds of this offering to expand our operations and finance our future working capital requirements. Based upon our current plans and assumptions relating to our business plan, we anticipate that we may need to seek additional financing to fund our proposed acquisition strategy. As of September 30, 1999, \$75,000 was generated through the sale of 1,500,000 shares.

OTHER EVENTS

We have identified KXYL AM and FM, Brownwood, Texas, and KSTA AM and FM, Coleman, Texas, as ideal acquisitions within its desired market size. As a part of its due diligence, we have entered into a Time Brokerage Agreement with the aforementioned radio stations, commencing June 1, 1999, whereby we will manage the operations for a period of up to twelve months. Under this cancelable agreement, we will collect all revenues and is responsible for the payment of all expenses including certain monthly debt obligations, which are approximately \$40,000 per month.

On July 31, 1999, the Company entered into a license agreement with Tamarik Communications to obtain (4) four exclusive IP Gateways. The Gateways are a combination of the internet and the global telephone networks to provide high speed telecommunications routing. In consideration of 9,600,000 shares of its common stock (with a fair market value of \$480,000) and a 1% royalty on gross sales generated from the Gateways, the Company has obtained the marketing and distribution rights for the Gateways for specific territories.

YEAR 2000 ISSUE

Many software applications and operational programs written in the past were not designed to recognize calendar dates beginning in the Year 2000. The failure of such applications or systems to properly recognize the dates beginning in the Year 2000 could result in miscalculations or system failures which could result in an adverse effect on the our operations.

We do not currently utilize any critical date sensitive systems.

We have not incurred any costs to date related to Year 2000 compliance. As a part of our acquisition strategy we will evaluate the costs to transition systems to Year 2000 compliance and do not expect those costs will not have a material effect on our financial position or results of operations.

We have not deferred any information technology projects to address the Year 2000 issue. In addition to internal Year 2000 activities, we will communicate

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with others with which our systems interface or on which they rely to determine the extent to which those companies are addressing their Year 2000 compliance. There can be no assurance that there will not be an adverse effect on us, if third parties, such as utility companies do not convert their systems in a timely manner and in a way that is compatible with the our systems. However, we believe that ongoing communication with, and assessment of, these third parties will minimize these risks.

Although we anticipate minimal business disruption will occur as a result of Year 2000 issues, possible consequences include, but are not limited to, loss of electric power, inability to process transactions or engage in similar normal business activities.

To date, we have not established a contingency plan for possible Year 2000 issues. Where needed, we will establish contingency plans based on actual testing experience with our supplier base and assessment of outside risks. We do not anticipate that a contingency plan will need to be developed as manual processes mitigate our outside risks.

The cost of the conversion and the completion dates are based on our best

estimates and may be updated, as additional information becomes available.

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CAUTIONARY STATEMENT

This Form 10-QSB, press releases and certain information provided periodically in writing or orally by the Company's officers or its agents contain statements which constitute forward-looking statements within the meaning of Section 27A of the Securities Act, as amended and Section 21E of the Securities Exchange Act of 1934. The words expect, anticipate, believe, goal, plan, intend, estimate and similar expressions and variations thereof if used are intended to specifically identify forward-looking statements. Those statements appear in a number of places in this Form 10-QSB and in other places, particularly, Management's Discussion and Analysis of Financial Condition and Results of Operations, and include statements regarding the intent, belief or current expectations of the Company, its directors or its officers with respect to, among other things: (i) the Company's liquidity and capital resources; (ii) the Company's financing opportunities and plans and (iii) the Company's future performance and operating results. Investors and prospective investors are cautioned that any such forward-looking statements are not guarantees of future performance and involve risks and uncertainties, and that actual results may differ materially from those projected in the forward-looking statements as a result of various factors. The factors that might cause such differences include, among others, the following: (i) any material inability of the Company to successfully identify, consummate and integrate the acquisition of radio stations at reasonable and anticipated costs to the Company; (ii) any material inability of the Company to successfully internally develop its products; (iii) any adverse effect or limitations caused by Governmental regulations; (iv) any adverse effect on the Company's continued positive cash flow and abilities to obtain acceptable financing in connection with its growth plans; (v) any increased competition in business; (vi) any inability of the Company to successfully conduct its business in new markets; and (vii) other risks including those identified in the Company's filings with the Securities and Exchange Commission. The Company undertakes no obligation to publicly update or revise the forward looking statements made in this Form 10-QSB to reflect events or circumstances after the date of this Form 10-QSB or to reflect the occurrence of unanticipated events.

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PART II. - OTHER INFORMATION

Item 1. Legal Proceedings

NONE

Item 2. Changes in Securities

NONE

Item 3. Defaults Upon Senior Securities

NONE

Item 4. Submission of Matters to a Vote of Securities Holders

NONE

Item 5. Other Information

NONE

Item 6. Exhibits and Reports on Form 8-K

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, thereunto duly authorized.

11/22/1999	/s/ Robert E. Ringle
Date	Robert E. Ringle, Vice-President, Treasurer

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