FORM 10KSB

Annual and transition reports of small business issuers [Section 13 or 15(d), not S-B Item 405]

Filing Date: **2005-05-02** | Period of Report: **2005-01-31**
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FILER

DIAMOND ONE INC

CIK:**1281108**| IRS No.: **470892061** | State of Incorp.:**CO** | Fiscal Year End: **0131**
Type: **10KSB** | Act: **34** | File No.: **333-113273** | Film No.: **05789674**
SIC: **5944** Jewelry stores

Mailing Address
48 E ARAPAHOE RD
STE A
GREENWOOD VILLAGE CO
80112

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-KSB

(Mark One)

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

For the Fiscal Year Ended January 31, 2005

OR

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

Commission File No. None

DIAMOND ONE, INC.

(Name of Small Business Issuer in its charter)

Colorado	47-0892061
(State of incorporation)	(IRS Employer Identification No.)

9648 East Arapahoe Rd., Suite A Greenwood Village, Colorado	80112
(Address of Principal Executive Office)	Zip Code

Registrant's telephone number, including Area Code: (303) 858-1177 Securities registered pursuant to Section 12(b) of the Act: None Securities registered pursuant to Section 12(g) of the Act:

Common Stock

(Title of Class)

Check whether the Registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 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.

X
YES NO

Check if disclosure of delinquent filers in response to Item 405 of Regulation S-B is not contained in this form, and no disclosure will be contained, to the best of the Registrant's knowledge, in definitive proxy or information statements incorporated by reference in Part III of this Form 10-KSB or any amendment to this Form 10-KSB. [X]

The Company's revenues for the most recent fiscal year were $465,209.

As of April 30, 2005 trading in the Company's common stock had not started. The aggregate market value of the voting stock held by non-affiliates of the Company as of April 30, 2005 was $-0-.

As of April 30, 2005 the Company had 4,251,800 outstanding shares of common stock.

ITEM 1. DESCRIPTION OF BUSINESS

We were incorporated in Colorado on October 8, 2002 under the name Platino, Inc. On February 18, 2003, we changed our name to Corporate Domains, Inc. On May 27, 2003, our name was changed to Diamond One, Inc.

Since August, 2003 we have been in the business of buying and selling coins, precious metals, precious gem stones, jewelry and collectibles. Our officers collectively have over 25 years experience in buying and selling rare coins and jewelry.

We operate under our tradename "The Gold and Diamond Exchange". We conduct business through our retail store which is located at 9648 East Arapahoe Rd., Suite A, Greenwood Village, CO 80112. Our website is: www.tgade.com. Our store hours are 10 a.m. to 6 p.m., Tuesday through Friday and by appointment on Saturday. Our store is closed on Sunday and Monday.

Our goal is to become a competitive retailer and wholesaler buying and selling rare coins, precious metals, precious gem stones, jewelry and collectibles.

Our ability to earn a profit will be dependent on a number of factors, including:

* Increasing our customer base and promoting repeat business

* Providing competitive prices and a wide selection of products;

* The success of our marketing campaign;

* The cost of advertising; and

* Favorable general economic conditions.

With the exception of new issue coin sets, we buy virtually all of our inventory from walk-in customers, including jewelry from estate liquidators. We buy new issue coin sets directly from the U.S. Mint website.

Marketing

Our target market is the retail public in the Denver metropolitan area. We plan to reach this market through a marketing strategy which is designed to attract retail customers, drive repeat business and build recognition of our tradename among the general public.

Advertising. We will design our advertising to build brand equity and create awareness among the general public for our store. We advertise in print and on our web site. Depending on the availability of funds, we intend to use a mix of advertising methods, including:

* Word of mouth referrals and recommendations by satisfied coin professionals, collectors and enthusiasts;

* Advertisements in print publications, such as yellow pages, magazines and newspapers;

* Online banners, text links and e-mail newsletters; and

* Mailings of brochures to, among others, coin professionals, such as coin dealers, graders and authenticators, collectors and enthusiasts.

We began advertising in the Yellow Pages in December 2003. The other phases of our marketing campaign will begin when we raise additional capital.

By means of a registration statement on Form SB-2 we sold 251,800 shares of our common stock at a price of $0.15 per share.

Customer Service. We believe that a high level of customer service and support is critical to retaining and expanding our customer base. Our management is available via e-mail, generally, from 10:00 a.m. to 6:00 p.m., Mountain Time, Monday to Friday, and can also be reached by voicemail. In addition, customer service can be reached 7 days a week by email at service@tgade.com with a response time of no more than 24 hours.

Personal information obtained from our customers is used exclusively to process orders and we do not sell, trade or rent the information to other companies.

We do not depend on one or several major customers.

Competition

The rare coin and retail jewelry business is highly competitive. We compete with a large number of independent regional and local retailers, as well as with nationally recognized jewelry chains. We also compete with other types of retailers who sell jewelry and gift items, such as department stores, catalog showrooms, discounters, direct mail suppliers and televised home shopping networks. Competition is expected to intensify in the future, which may result in fewer customers to our store and reduced revenues. Competition from other retail stores in our industry may result in price reductions and decreased demand for our products. Our current and potentials competitors have or will have longer operating histories, greater brand recognition and/or significantly greater financial, marketing and other resources than we do. Competitors may be able to provide customers with more favorable terms, better customer service and more extensive inventory.

We believe that the following are the main competitive factors in our industry:

* Size, diversity and quality of inventory;

* Brand recognition;

* Customer service; and

* Product pricing.

We compete by being one of the few rare coin retailers in Colorado and by selling jewelry, watches and other items at prices which are often lower than other stores in the Denver area. However, our ability to compete is hindered by our limited financial resources and lack of name recognition.

Government Regulation

We are not currently subject to direct federal, state or local regulation other than regulations generally applicable to retail commerce.

Employees

As of April 30, 2005 we did not have any full time employees and had one part time employee.

Facilities

Our executive offices and retail store are located at 9648 East Arapahoe Road, Suite A and consist of 842 square feet which we rent for $1,612 per month. The lease on this space expires in August 1, 2006. The space we currently occupy is expected to be adequate to meet our foreseeable future needs.

We sublet our office space from Mark Bogani and Jeffrey Chatfield. Mr. Bogani controls Gulf Coast Capital LLC and Mr. Chatfield controls Sierra West Capital LLC. Gulf Coast Capital and Sierra West Capital each hold warrants for the purchase of 250,000 shares of our common stock. See Item 12 of this report for more information regarding these warrants.

ITEM 2. DESCRIPTION OF PROPERTIES

See Item 1 of this report.

ITEM 3. LEGAL PROCEEDINGS.

We know of no legal proceedings to which we are a party or to which any of our property is the subject that are pending, threatened or contemplated.

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

Not applicable.

ITEM 5. MARKET FOR COMMON EQUITY AND OTHER RELATED STOCK- HOLDER MATTERS.

In March 2005 our common stock became eligible for trading on the OTC Bulletin Board under the symbol "DMDO". As of April 25, 2005 trading in our common stock had not started.

As of April 25, 2005 we had 4,251,800 outstanding shares of common stock and twenty shareholders of record.

By means of a registration statement on Form SB-2 we sold 251,800 shares of our common stock at a price of $0.15 per share.

Holders of our common stock are entitled to receive dividends as may be declared by our Board of Directors. The Board of Directors is not obligated to declare a dividend. No dividends have ever been declared and we do not anticipate or intend upon paying dividends for the foreseeable future.

Our Articles of Incorporation authorize our Board of Directors to issue up to 10,000,000 shares of preferred stock. The provisions in the Articles of Incorporation relating to the preferred stock allow our directors to issue preferred stock with multiple votes per share and dividend rights which would have priority over any dividends paid with respect to the holders of our common stock. The issuance of preferred stock with these rights may make the removal of management difficult even if the removal would be considered beneficial to shareholders generally, and will have the effect of limiting shareholder participation in certain transactions such as mergers or tender offers if these transactions are not favored by our management.

Trades of our common stock will be subject to Rule 15g-9 of the Securities and Exchange Commission, which rule imposes certain requirements on broker/dealers who sell securities subject to the rule to persons other than established customers and accredited investors. For transactions covered by the rule, brokers/dealers must make a special suitability determination for purchasers of the securities and receive the purchaser's written agreement to the transaction prior to sale. The Securities and Exchange Commission also has rules that regulate broker/dealer practices in connection with transactions in "penny stocks". Penny stocks generally are equity securities with a price of less than $5.00 (other than securities registered on certain national securities exchanges or quoted on the NASDAQ system, provided that current price and volume information with respect to transactions in that security is provided by the exchange or system). The penny stock rules require a broker/ dealer, prior to a transaction in a penny stock not otherwise exempt from the rules, to deliver a standardized risk disclosure document prepared by the Commission that provides information about penny stocks and the nature and level of risks in the penny stock market. The broker/dealer also must provide the customer with current bid and offer quotations for the penny stock, the compensation of the broker/dealer and its salesperson in the transaction, and monthly account statements showing the market value of each penny stock held in the customer's account. The bid and offer quotations, and the broker/dealer and salesperson compensation

information, must be given to the customer orally or in writing prior to effecting the transaction and must be given to the customer in writing before or with the customer's confirmation. These disclosure requirements may have the effect of reducing the level of trading activity in the secondary market for our common stock.

ITEM 6. MANAGEMENT'S DISCUSSION AND ANALYSIS/ PLAN OF OPERATIONS

We began to conduct business in August 2003. During the twelve months ended January 31, 2005 we had revenues of $465,209 and a loss of $(56,030). Revenues are from the sale of rare coins, jewelry, watches and other items from our store. With the exception of new issue coin sets, we buy virtually all of our inventory from walk-in customers, including jewelry from estate liquidators. We buy new issue coin sets directly from the U.S. Mint website.

During the year ended January 31, 2005 our operations used $102,575 in cash, we spent $4,504 on furniture, show cases and leasehold improvements and we paid $27,369 for the costs of our public offering. Operating capital was provided by the sale of 251,800 shares in our public offering ($37,770) and loans of $95,000 from our President, Robert Chramosta. The amounts borrowed from Mr. Chramosta were used to purchase inventory and are secured by our inventory, bear interest at 5% per year, and are due on May 31, 2006.

During the year ended January 31, 2005 our revenues increased as our retail store, which opened in August 2003, increased its customer base and sales. During this same period our gross profit margin was 9.6% of our revenues, which was comparable to our gross profit margin of 9% during the year ended January 31, 2004.

During the year ended January 31, 2005 our general and administrative expenses increased due to an increase in sales.

By means of a registration statement on Form SB-2 we sold 251,800 shares of our common stock at a price of $0.15 per share.

Our plan of operation and capital requirements for the twelve months ended January 31, 2006 follows:

	Activity	Cost
o	purchase rare coins, jewelry, watches and other inventory for sale to the public	10,000
o	advertise our store in local newspapers and magazines	20,000
o	attempt to open a second store in the Denver area	30,000

o	hire part-time employees	24,000
		$84,000

Although the ultimate costs of opening a second store cannot be determined until a location for the second store is selected, the maximum amount we plan to spend in opening a second store is $30,000, which amount includes initial inventory of $10,000, furniture, equipment, and leasehold improvements. The relevant factors which we will consider in opening a second store are:

Visibility of our store sign to the public, ease of parking, lease rates and retail traffic.

We do not have any commitments or arrangements from any person to provide us with any additional capital. If additional financing is not available when needed, we may need to dramatically change our business plan, sell or merge our Company, or cease operations. We do not know how we would change our business plan if we are not able to raise at least $84,000. We do not have any plans, arrangements or agreements to sell or merge our Company.

ITEM 7. FINANCIAL STATEMENTS

See the financial statements attached to this report.

ITEM 8. CHANGES IN AND DISAGREEMENTS WITH ACCOUNTANTS

N/A.

ITEM 8A. CONTROLS AND PROCEDURES

Robert Chramosta, our Chief Executive Officer and Troy Fullmer, our Principal Financial Officer, have evaluated the effectiveness of our disclosure controls and procedures as of a date within 90 days prior to the filing date of this annual report (the "Evaluation Date") and in their opinion our disclosure controls and procedures ensure that material information relating to us is made known to them by others, particularly during the period in which this report is being prepared, so as to allow timely decisions regarding required disclosure. To the knowledge of Mr. Chramosta and Mr. Fullmer there have been no significant changes in our internal controls or in other factors that could significantly affect our internal controls subsequent to the Evaluation Date. As a result, no corrective actions with regard to significant deficiencies or material weakness in our internal controls were required.

ITEM 9. DIRECTORS, EXECUTIVE OFFICERS, PROMOTERS AND CONTROL PERSONS

Name	Age	Title
Robert Chramosta	37	President/Chief Executive Officer and a Director
Troy Fullmer	38	Secretary/Treasurer and a Director

Robert S. Chramosta has served as our President, Chief Executive Officer and as a director since our inception on October 8, 2002. He has been self employed as an coin, diamond, jewelry and watch wholesaler since June 1990. Mr. Chramosta graduated from the University of Colorado (Boulder), in 1989 with a Bachelor of Science degree in Marketing.

Mr. Chramosta has been a member of the American Numismatic Association since 1980. Mr. Chramosta was an authenticator and grader for the American Numismatic Association between 1987-88. Mr. Chramosta obtained his diamond grading certificate and his colored stone identification certificate from the Gemelogical Institute of America in 1992.

Troy Fullmer has been our Secretary, Treasurer, a director and the manager of our retail store since September 2003. Between April 2002 and August 2003 Mr. Fullmer was responsible for internet marketing and sales of rare coins for Slater Numismatics LLC. Between October 1991 and March 2002 Mr. Fullmer was district manager and Senior Vice President for Marketing Partners Inc., a company involved in brokering products for the mining industry. Mr. Fullmer received his Bachelor of Arts degree from Rhode Island College in 1991 and his masters degree in English from Colorado State University in 2004. We are not affiliated with Slater Numismatics or Marketing Partners, Inc.

Our directors are elected to hold office until the next annual meeting of shareholders and until their successors have been elected and qualified. Our executive officers are elected by the Board of Directors and hold office until resignation or removal by the Board of Directors.

ITEM 10. EXECUTIVE COMPENSATION

Executive Compensation

The following table sets forth in summary form the compensation received by our Chief Executive Officer. None of our officers have ever received in excess of $100,000 in compensation during any fiscal year.

Name and Principal Position	Fiscal Year	Salary	Bonus	Other Annual Compen-sation	Restricted Stock Awards (1)	Options Granted	All Other Compen-sation
Robert Chramosta, President and Chief Executive Officer	2005	-	-	-	-	-	-
	2004	-	-	-	-	-	-
	2003	-	-	-	15,000	-	-
Troy L. Fullmer Secretary and Treasurer, since September 2003.	2005	$24,000	-	-	-	-	-
	2004	$24,000	-	-	-	-	-

(1) As of January 31, 2005, the number of shares of our common stock owned by the officers included in the table above, and the value of the shares at that date, were:

Name	Shares	Value
Robert Chramosta	1,500,000	*
Troy Fullmer	1,500,000	*

* No value was assigned to these shares since as of January 31, 2005 there was no market for our common stock.

We do not have any consulting or employment agreements with any of our officers or directors.

Our board of directors may increase the compensation paid to our officers depending upon a variety of factors, including the results of our future operations.

Our officers do not devote their full time to our business and affairs. The following table shows the amount which we expect to pay to our executive officers during the twelve months ending January 31, 2006 and the amount of time these officers expect to devote to our business.

Name	Projected compensation	Approximate time to be devoted to our operations
Robert Chramosta	$0	15 hours per week
Troy Fullmer	$24,000	30 hours per week

Stock Options. We have not granted any stock options as of the date of this prospectus. In the future, we may grant stock options to our officers, directors, employees or consultants.

Long-Term Incentive Plans. We do not provide our officers or employees with pension, stock appreciation rights, long-term incentive or other plans and have no intention of implementing any of these plans for the foreseeable future.

Employee Pension, Profit Sharing or other Retirement Plans. We do not have a defined benefit, pension plan, profit sharing or other retirement plan, although we may adopt one or more of such plans in the future.

Compensation of Directors. Our directors do not receive any compensation pursuant to any standard arrangement for their services as directors.

ITEM 11. SECURITY OWNERSHIP OF CERTAIN BENEFICIAL OWNERS AND MANAGEMENT.

The following table sets forth certain information regarding the ownership of our common stock as of April 25, 2005, by each shareholder known by us to be the beneficial owner of more than 5% of our outstanding shares of common stock, each director and executive officer and all directors and executive officers as a group. Except as otherwise indicated, each shareholder has sole voting and investment power with respect to the shares they beneficially own.

Name and Address of Beneficial Owner	Shares Beneficially Owned	Percent of Class
Robert S. Chramosta 9648 East Arapahoe Rd. Greenwood Village, CO 80112	1,500,000	35.3%
Troy Fullmer 9648 East Arapahoe Rd. Greenwood Village, CO 80112	1,500,000	35.3%
*All Executive Officers and Directors as a group (two persons)	3,000,000	70.6%

ITEM 12. CERTAIN RELATIONSHIPS AND RELATED TRANSACTIONS.

On October 30, 2002 we issued 1,500,000 restricted shares of common stock to Robert Chramosta for services valued at $15,000, or $.01 per share.

On October 30, 2002 we issued 1,500,000 restricted shares of common stock to Frank Giganti, a former officer and director, for services valued at $15,000, or $.01 per share. In September 2003 Mr. Giganti resigned as one our officers and directors and transferred these 1,500,000 shares, without charge, to Troy Fullmer, who replaced Mr. Giganti as an officer and director.

Between July and September 2003 we sold 1,000,000 shares of common stock in a private offering at a price of $0.10 per share. By means of this prospectus the purchasers of these shares are offering their shares for sale to the public. See "Selling Shareholders" for more information.

In January 2004 we sold warrants to Gulf Coast Capital LLC and Sierra West Capital LLC for $5,000 in cash. Each warrant entitles the holder to purchase 250,000 shares of our common stock at a price of $0.01 per share at any time after December 31, 2004 and before December 31, 2006. Although we are not affiliated with Gulf Coast Capital nor Sierra West Capital, we sublet our office space from Mark Bogani and Jeffrey Chatfield. Mr. Bogani controls Gulf Coast Capital LLC and Mr. Chatfield controls Sierra West Capital LLC. See Item 1 of this report for information concerning the terms of our lease.

During the three months ended April 30, 2004 we borrowed $65,000 from Robert Chramosta to purchase inventory. In July and August 2004 we borrowed an additional $30,000 from Mr. Chramosta to purchase inventory. The amounts borrowed from Mr. Chramosta are secured by our inventory, bear interest at 5% per year, and are due on May 31, 2006.

ITEM 13. EXHIBITS AND REPORTS ON FORM 8-K

Exhibit Number	Exhibit Name	Page Number
3.1	Articles of Incorporation (1)	*
3.2	Bylaws (1)	*
31	Rule 13a-14(a) Certifications	_____
32	Section 1350 Certifications	_____

(1) Incorporated by reference to the same exhibit filed with our Registration Statement on Form SB-2 (Commission File # 333-113273).

8-K Reports

During the quarter ending January 31, 2005 we did not file any reports on Form 8-K.

ITEM 14. PRINCIPAL ACCOUNTANT FEES AND SERVICES

The following table shows the aggregate fees billed to us for the years ended January 31, 2004 and 2005 by our independent auditors, Comiskey & Company.

	2004	2005
Audit Fees	--	$10,851

Audit Related Fees	--	$ 773
Other Fees	--	$ 2,350

Audit fees represent amounts billed for professional services rendered for the audit of our annual financial statements and for the review of the financial statements in our quarterly reports on Form 10-QSB. Audit related fees consist of audit related services for reviewing our registration statement on Form SB-2. Other Fees represent amounts charged for the preparation of our tax returns. Before Comiskey & Company was engaged by us to render services, the engagement was approved by our Directors. Our Directors are of the opinion that the Audit Related Fees and other fees charged by Comiskey & Company were consistent with Comiskey & Company maintaining their independence.

Diamond One, Inc.

FINANCIAL STATEMENTS

January 31, 2005

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REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

The Board of Directors and Stockholders of
Diamond One, Inc.

We have audited the accompanying balance sheet of Diamond One, Inc. as of January 31, 2005, and the related statements of operations, stockholders' equity, and cash flows for each of the years ended January 31, 2005 and 2004.

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 audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audits 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. We believe that our audits provide 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 Diamond One, Inc. as of January 31, 2005, and the results of its operations, cash flows and changes in stockholders' equity for each of the years ended January 31, 2005 and 2004, in conformity with U.S. generally accepted accounting principles.

Denver, Colorado
March 20, 2005

COMISKEY & COMPANY

PROFESSIONAL CORPORATION

Diamond One, Inc.
BALANCE SHEET
January 31, 2005

ASSETS	
CURRENT ASSETS	
Cash and cash equivalents	$ 45,020
Accounts receivable	2,374
Inventory	53,481
Total current assets	100,875
EQUIPMENT - AT COST	
Office equipment	5,761
Furniture and fixtures	15,390
Leasehold improvements	3,353
	24,504
Less accumulated depreciation	2,547
	21,957
OTHER ASSETS	
Deposits	1,000
TOTAL ASSETS	$123,832

LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES

Accrued expenses	$ 4,605
OTHER LIABILITIES	
Note payable to officer	95,000
TOTAL LIABILITIES	99,605
STOCKHOLDERS' EQUITY	
Preferred stock, $0.01 par value; 10,000,000 shares authorized; no shares issued and outstanding	--
Common stock, $0.001 par value; 60,000,000 shares authorized; 4,251,800 shares issued and outstanding	4,252
Additional paid-in capital	177,049
Accumulated deficit	(157,074)
	24,227
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	$123,832

The accompanying notes are an integral part of the financial statements.

Diamond One, Inc.
STATEMENTS OF OPERATIONS
For the years ended January 31, 2005 and 2004

	2005	2004
Revenues	$ 465,209	$ 36,213
Cost of sales	420,694	32,936
Gross profit	44,515	3,277
General and administrative expenses	100,545	71,594
Loss from operations	(56,030)	(68,317)
Other expense		
Advertising	-	(2,727)
NET LOSS	$ (56,030)	$ (71,044)
NET LOSS PER SHARE		
Basic	$ (0.01)	$ (0.02)
WEIGHTED AVERAGE NUMBER OF SHARES OF COMMON STOCK AND COMMON		

STOCK EQUIVALENTS OUTSTANDING	4,036,037	3,495,262

The accompanying notes are an integral part of the financial statements.

Diamond One, Inc.
STATEMENTS OF CASH FLOWS
For the years ended January 31, 2005 and 2004

	2005	2004
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss	$ (56,030)	$ (71,044)
Adjustments to reconcile net loss to net cash flows from operating activities:		
Warrants for services	--	40,900
Depreciation	1,959	588
Increase in prepaid assets	--	(1,000)
Increase in inventory	(50,836)	(2,645)
Increase in accounts receivable	(1,271)	(1,103)
Increase in accrued expenses	3,603	1,001
Net cash flows from operating activities	(102,575)	(33,303)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(4,504)	(19,999)
Net cash flows from investing activities	(4,504)	(19,999)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from note payable	95,000	--
Offering costs	(27,369)	(5,000)
Issuance of common stock	37,770	100,000
Issuance of common stock warrants	--	5,000
Net cash flows from financing activities	105,401	100,000

NET INCREASE IN

CASH AND CASH EQUIVALENTS	(1,678)	46,698
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	46,698	--
CASH AND CASH EQUIVALENTS, END OF PERIOD	$ 45,020	$ 46,698

The accompanying notes are an integral part of the financial statements.

Diamond One, Inc.
STATEMENT OF STOCKHOLDERS' EQUITY
For the years ended January 31, 2005 and 2004

<TABLE>

<S>	Common stock: Number of shares	Common stock: Amount	Additional paid-in capital	Price per share	Accumulated Deficit	Total Stockholders' equity
Balance, January 31, 2003	3,000,000	$ 3,000	$ 27,000		$ (30,000)	$ --
Common stock issued						
July 2003 - for cash	640,000	640	63,360	$ 0.10	--	64,000
August 2003 - for cash	310,000	310	30,690	0.10	--	31,000
September 2003 - for cash	25,000	25	2,475	0.10	--	2,500
January 2004 - for cash	25,000	25	2,475	0.10	--	2,500
Common stock warrants issued June 2003 - for cash & services	--	--	45,900	0.01	--	45,900
Net loss for the period ended January 31, 2004	--	--	--		(71,044)	(71,044)
Balance, January 31, 2004	4,000,000	4,000	171,900		(101,044)	74,856
Common stock issued December 2004 - for cash	251,800	252	37,518	0.15	--	37,770
Stock issuance costs	--	--	(32,369)		--	(32,369)
Net loss for the period ended January 31, 2005	--	--	--		(56,030)	(56,030)
Balance, January 31, 2005	4,251,800	4,252	177,049		$(157,074)	$ 24,227

</TABLE>

The accompanying notes are an integral part of the financial statements.

Diamond One, Inc.
NOTES TO FINANCIAL STATEMENTS
January 31, 2005

1. Summary of Significant Accounting Policies

Activities and Basis of Presentation

Diamond One, Inc. (the "Company") was formed for the purpose of establishing a business to buy and sell coins, precious metals, precious gem stones, jewelry, and collectibles.

On October 8, 2002, the Company was organized under the name Platino, Inc. On February 18, 2003, the name of the corporation was changed to Corporate Domains, Inc. On May 27, 2003, the name of the corporation was changed to its current name of Diamond One, Inc.

The Company has minimal sales and a net loss from operations for the period from organization through the date of the balance sheet. Management believes the Company has received a sufficient capital infusion through issuance of stock to maintain operations for the next year.

Revenue Recognition

The Company records income and expenses on the accrual method. Revenues are recognized when the item is purchased and delivered to the retail customer. Cost of sales associated with this revenue are specifically identifiable.

Inventory

Inventory is composed of finished goods purchased on a wholesale level. Merchandise inventory is stated at the lower of cost or market value on the "specific identification" accounting method. Management periodically reviews its inventory for impairment and obsolescence, recording an allowance if necessary.

Reporting Year

The reporting year of the Company is January 31.

Financial Instruments

Unless otherwise indicated, the fair value of all reported assets and liabilities that represent financial instruments (none of which are held for trading purposes) approximate the carrying values of such assets and liabilities.

Statement of Cash Flows

For purposes of the statement of cash flows, the Company considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

1. Summary of Significant Accounting Policies (continued)

Loss per share

Basic loss per share has been calculated based upon the weighted average number of shares outstanding. The effect of outstanding common stock purchase warrants is considered anti-dilutive and is not presented.

Use of Estimates

The preparation of the Company's financial statements in conformity with generally accepted accounting principles requires the Company's management to make estimates and assumptions that effect the amounts reported in these financial statements and accompanying notes. Actual results could differ from those estimates.

Consideration of Other Comprehensive Income Items

SFAS No. 130 - Reporting Comprehensive Income, requires companies to present comprehensive income (consisting primarily of net income plus other direct equity changes and credits) and its components as part of the basic financial statements. For the periods ended January 31, 2005 and 2004, the Company's financial statements do not contain any changes in equity that are required to be reported separately in comprehensive income.

Stock-Based Compensation

SFAS No. 123 - Accounting for Stock-Based Compensation allows companies to choose whether to account for equity-based compensation under the method prescribed in Accounting Principles Board Opinion No. 25 ("APB 25") or use the fair value method described in SFAS No. 123. The Company continues to follow the accounting measurement provisions of APB 25 and implements the disclosure provisions of SFAS 123.

Depreciation

Depreciation for both financial reporting and tax purposes is provided on the straight-line and accelerated methods over the following estimated useful lives:

Office equipment	5-7	years
Furniture and fixtures	5-15	years
Leasehold Improvements	9	years

1. Summary of Significant Accounting Policies (continued)

Depreciation expense included in general and administrative expenses was $1,959 and $588 for the years ended January 31, 2005 and 2004, respectively.

Repairs and Maintenance

Repairs and maintenance of a routine nature are charged as incurred, while those which extend or improve the life of existing assets are capitalized.

Income Taxes

The Company accounts for income taxes in accordance with SFAS No. 109 - Accounting for Income Taxes. Deferred tax assets and liabilities are recognized with respect to the tax consequences attributable to differences between the financial statement carrying values and tax basis of existing assets and liabilities. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which these temporary differences are expected to be recovered or settled. Further, the effect on deferred tax assets and liabilities of changes in tax rates is recognized in income in the period that includes the enactment date.

2. Stockholders' Equity

The Company is authorized to issue 10,000,000 shares of preferred stock. The Company's Board of Directors is authorized to divide the preferred stock into series, and with respect to each series, to determine the preferences and rights and qualifications, limitations or restrictions thereof, including the dividend rights, conversion rights, voting rights, redemption rights and terms, liquidation preferences, sinking fund provisions, and the number of shares constituting the series and the designations of such series. The Board of Directors could, without stockholder approval, issue preferred stock with voting and other rights that could adversely affect the voting rights of the holders of common stock which issuance could have certain anti-takeover effects.

The Company issued 3,000,000 shares of stock to related parties for services. The stock was issued to a director and former director of the Company. At the time of issuance, there was no market for the shares and no shares had been sold. The individuals instilled their expertise and past experiences in formulating a business plan, scouting locations for the retail store, and providing contacts for proper facility set up. For financial statement purposes, the Company recorded expenses equal to the fair value of the services rendered, at $0.01 per share, for a total of $30,000 during the initial period from inception (October 8, 2002) to January 31, 2003.

2. Stockholders' Equity (continued)

Stock Options and Warrants

The Company has issued common stock warrants in exchange for cash and services. The warrants are exercisable on January 1, 2005 and expire on December 31, 2006. The terms and conditions of each warrant grant are specified by the board of directors.

A summary of warrant activity is as follows:

	Shares Under Option	Weighted Average Exercise Price	Options Exercisable	Weighted Average Exercise Price
Warrants outstanding as of January 31, 2003	--	--	--	--
Warrants granted	500,000	$ .01	--	$ .01
Warrants exercised	--	--	--	--
Warrants outstanding as of January 31, 2004	500,000	$ .01	--	$ .01
Warrants granted	--	--	--	--
Warrants exercised	--	--	--	--

Warrants outstanding as of January 31, 2005	500,000	$ .01	--	$ .01
	=======	=========	=======	=======

	Weighted Average Price	Original Life	Remaining Life
Granted during 2004	$ .01	36 months	23 months

The fair value of warrants granted during the year ended January 31, 2004 was $.0918. The fair value of warrants is estimated on the date of grant using the Black-Scholes option-pricing model with the following weighted average assumptions: risk-free interest rate of 5%; expected life of 3 years; dividend yield percentage of 0%; and volatility of 75% for the year ended January 31, 2004. The fair value of the warrants approximates the value of the services rendered by the recipients.

3. Lease Agreement

The Company rents its retail space under a sub-lease agreement with persons who are affiliated with holders of the Company's warrants. The lease is for three years, with provisions for extensions up to a total lease of nine years. The future minimum lease payments are as follows:

Year ended January 31,	Annual minimum payments
2006	$15,529
2007	$15,781
2008	$ 7,954

4. Income Taxes

A deferred tax asset of $30,000 at January 31, 2005 relates to net operating losses and deductible temporary differences. Management does not consider it likely that the entire deferred tax asset will be realized. Therefore, a full valuation allowance has been established against the deferred tax asset. The valuation allowance increases by $19,000 and $11,000 for the years ended January 31, 2005 and 2004, respectively. The net operating losses will expire in 2025.

5. Offering of Equity Securities

By means of a registration statement on Form SB-2, the Company commenced an offering of common stock.

The Company closed its offering January 1, 2005 after receiving subscriptions for 251,800 shares at $0.15 per share, or an aggregate of $37,770.

The Company incurred a total of $32,369 in professional fees directly related to the offering, which were offset against additional paid-in capital.

6. Related Party Transactions

The Company has a note payable to an officer of the Company. The note bears interest at a rate of 5% per year, is secured by inventory and is due May 31, 2006. The principle balance of the note was $95,000 for the year ended January 31, 2005. The Company owed accrued interest of $3,588 for the year ended January 31, 2005.

SIGNATURES

In accordance with Section 13 or 15(a) of the Exchange Act, the Registrant has caused this Report to be signed on its behalf by the undersigned, thereunto duly authorized on the 29th day of April 2005.

DIAMOND ONE, INC.

By: /s/ Robert S. Chramosta

Robert S. Chramosta, President and
Chief Executive Officer

By: /s/ Troy Fullmer

Troy Fullmer, Principal Financial and
Accounting Officer

In accordance with the Exchange Act, this Report has been signed by the following person on behalf of the Registrant in the capacities and on the dates indicated.

Signature	Title	Date
/s/ Robert S. Chramosta ------------------------- Robert S. Chramosta	Director	April 29, 2005
/s/ Troy Fullmer ------------------------- Troy Fullmer	Director	April 29, 2005

EXHIBIT 31

CERTIFICATION PURSUANT TO THE
SARBANES-OXLEY ACT

I, Robert S. Chramosta, President and Chief Executive Officer of Diamond One, Inc., certify that:

1. I have reviewed this year-end report on Form 10-KSB of Diamond One, Inc.;

2. Based on my knowledge, this year end report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this year end report;

3. Based on my knowledge, the financial statements, and other financial information included in this year end report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this year end report;

4. I am responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-14 and 15d-14) for the registrant and have:

a) designed such disclosure controls and procedures to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to me by others within those entities, particularly during the period in which this year end report is being prepared;

b) evaluated the effectiveness of the registrant's disclosure controls and procedures as of a date within 90 days prior to the filing date of this year end report (the "Evaluation Date"); and

c) presented in this year end report my conclusions about the effectiveness of the disclosure controls and procedures based on my evaluation as of the Evaluation Date;

5. I have disclosed, based on my most recent evaluation, to the registrant's auditors and the audit committee of registrant's board of directors (or persons performing the equivalent functions):

a) all significant deficiencies in the design or operation of internal controls which could adversely affect the registrant's ability to record, process, summarize and report financial data and have identified for the registrant's auditors any material weaknesses in internal controls; and

b) any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal controls; and

6. I have indicated in this year end report whether there were significant changes in internal controls or in other factors that could significantly affect internal controls subsequent to the date of my most recent evaluation, including any corrective actions with regard to significant deficiencies and material weaknesses.

Date: April 29, 2005

/s/ Robert S. Chramosta

Robert S. Chramosta, President and Chief Executive Officer

CERTIFICATION PURSUANT TO THE
SARBANES-OXLEY ACT

I, Troy Fullmer, Principal Financial Officer of Diamond One, Inc., certify that:

1. I have reviewed this year end report on Form 10-KSB of Diamond One, Inc.;

2. Based on my knowledge, this year end report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this year end report;

3. Based on my knowledge, the financial statements, and other financial information included in this year end report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this year end report;

4. I am responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-14 and 15d-14) for the registrant and have:

a) designed such disclosure controls and procedures to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to me by others within those entities, particularly during the period in which this year end report is being prepared;

b) evaluated the effectiveness of the registrant's disclosure controls and procedures as of a date within 90 days prior to the filing date of this year end report (the "Evaluation Date"); and

c) presented in this year end report my conclusions about the effectiveness of the disclosure controls and procedures based on my evaluation as of the Evaluation Date;

5. I have disclosed, based on my most recent evaluation, to the registrant's auditors and the audit committee of registrant's board of directors (or persons performing the equivalent functions):

a) all significant deficiencies in the design or operation of internal controls which could adversely affect the registrant's ability to record, process, summarize and report financial data and have identified for the registrant's auditors any material weaknesses in internal controls; and

b) any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal controls; and

6. I have indicated in this year end report whether there were significant changes in internal controls or in other factors that could significantly affect internal controls subsequent to the date of my most recent evaluation, including any corrective actions with regard to significant deficiencies and material weaknesses.

Date: April 29, 2005

/s/ Troy Fullmer

Troy Fullmer, Principal Financial Officer

EXHIBIT 32

CERTIFICATION

In connection with the Annual Report of Diamond One, Inc. (the "Company") on Form 10-KSB for the year ending January 31, 2005 as filed with the Securities and Exchange Commission (the "Report") Robert S. Chramosta, President and Chief Executive Officer and Troy Fullmer, Principal Financial Officer of the Company, certify, pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, that to the best of their knowledge:

(1) The Report fully complies with the requirements of section 13(a) or 15(d) of the Securities Exchange Act of 1934; and

(2) The information contained in the Report fairly presents, in all material respects the financial condition and results of the Company.

Date: April 29, 2005

By: /s/ Robert S. Chramosta

Robert S. Chramosta, President and Chief Executive Officer

By: /s/ Troy Fullmer

Troy Fullmer, Principal Financial Officer