FORM 10-Q

Quarterly report pursuant to sections 13 or 15(d)

Filing Date: **2013-01-14** | Period of Report: **2012-11-30**
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FILER

W. S. Industries, Inc.

CIK:**1310497**| IRS No.: **980439650** | State of Incorp.:**NV** | Fiscal Year End: **0831**
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SIC: **8742** Management consulting services

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

FORM 10-Q

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

For the quarterly period ended
November 30, 2012

COMMISSION FILE NUMBER: 333-121044

W. S. INDUSTRIES, INC.

(EXACT NAME OF REGISTRANT AS SPECIFIED IN ITS CHARTER)

Nevada	98-0439650
(State of organization)	(I.R.S. Employer Identification No.)

815 Hornby Street
Suite 404, Vancouver, BC
V6Z 2E6

(Address of principal executive offices)

Tel: 604-830-6499

Registrant' s telephone number, including area code

Securities to be registered pursuant to Section 12(b) of the Act:

None
Securities to be registered pursuant to Section 12(g) of the Act:

None
(Title of Class)

Indicate by check mark 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 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 by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files).

Yes ☐ No ☒

Indicate by check mark if disclosure of delinquent filers pursuant to Item 405 of Regulation S-K (§ 229.405 of this chapter) is not contained herein, and will not be contained, to the best of registrant' s knowledge, in definitive proxy or information statements incorporated by reference in Part III of this Form 10-K or any amendment to this Form 10-K

Yes ☐ No ☒

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated file	☐	Accelerated filer	☐
Non-accelerated filer	☐	Smaller reporting company	☒

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes ☒ No ☐

State the aggregate market value of the voting and non-voting common equity held by non-affiliates computed by reference to the price at which the common equity was last sold, or the average bid and asked price of such common equity, as of a specified date with the past 60 days (OTCBB).

On November 30, 2012 there the market value of the voting stock held by non-affiliates of the Registrant was $1,170,780.

Registrant' s revenues for the most recent fiscal year and for the period covered by this report are $0.00

State the number of shares outstanding of each of registrant' s classes of common equity, for the period covered by this report and as at the latest practicable date:

Indicate the number of shares outstanding of each of the issuer's classes of common stock as of November 30, 2012.

Title of each class	**Number of shares**
Common Stock, par value $0.001 per share	21,088,680

ITEM 1 FINANCIAL STATEMENTS

W.S. INDUSTRIES, INC.

(A Development Stage Company)

FINANCIAL STATEMENTS

November 30, 2012

(Unaudited)

(Stated in US Dollars)

W.S. INDUSTRIES, INC.
(A Development Stage Company)
INTERIM BALANCE SHEETS
November 30, 2012 and August 31, 2012
(Stated in US Dollars)

ASSETS	November 30, 2012 (Unaudited)	August 31, 2012
Current		
Cash	$ 47	$ -
Equipment – Note 2	97	105
	$ 144	$ 105
LIABILITIES		
Current		
Bank indebtedness	$ -	$ 43
Accounts payable and accrued liabilities – Note 5	384,500	332,003
Convertible promissory notes payable – Note 7	535,964	535,964
Loans and advances – Note 3	146,498	123,589
	1,066,962	991,599
STOCKHOLDERS' DEFICIENCY		
Capital stock – Note 4		
Common stock, $0.001 par value		
150,000,000 Authorized (2012: 150,000,000)		
21,088,680 Issued and outstanding (2012: 21,088,680)	21,089	21,089
Additional paid-in capital	20,229,765	20,229,765
Deficit accumulated during the development stage	(21,323,186)	(21,247,863)
Accumulated other comprehensive income	5,515	5,515
	(1,066,817)	(991,494)
	$ 144	$ 105

Nature of Operations and Ability to Continue as a Going Concern – Note 1

Commitment – Note 6

SEE ACCOMPANYING NOTES

W.S. INDUSTRIES, INC.
(A Development Stage Company)
STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS
For the three months ended November 30, 2012 and 2011 and
For the period from April 5, 2004 (Date of Inception) to November 30, 2012
(Unaudited)
(Stated in US Dollars)

	Three months ended November 30, 2012	Three months ended November 30, 2011	April 5, 2004 (Date of Inception) to November 30, 2012 (cumulative)
Revenue	$ -	$ -	$ 17,285
Expenses			
Administrative services – Note 5	5,400	5,400	97,266
Bad debt expense	-	-	8,085
Bank charges	380	361	4,290
Consulting fees	-	-	14,148
Courier and postage	-	-	177
Depreciation	8	11	2,144
Entertainment	-	-	2,810
Management fees - Note 5	30,300	30,300	594,700
Office and miscellaneous	-	-	12,918
Penalties	-		25,652
Professional fees	15,083	25,000	287,733
Registration and filing fees	5,083	4,300	59,739
Rent	-	-	17,418
Research and marketing	-	-	7,500
Telephone	-	-	3,027
Travel	-	-	6,154
Wages	-	-	6,139
Loss before other items	(56,254)	(65,372)	(1,132,615)
Interest income	-	-	4,327
Interest expense	(18,900)	(13,231)	(158,088)
Accretion of debt discount – Note 7	-	(8,226)	(32,992)
Foreign exchange loss	(169)	(423)	(11,142)
Loss on extinguishment of debt	-	-	(19,982,676)
Impairment of investment	-	-	(10,000)
Net loss for the period	(75,323)	(87,252)	(21,323,186)
Other comprehensive income:			
Foreign currency translation adjustment	-	-	5,515
Comprehensive loss for the period	$ (75,323)	$ (87,252)	$(21,317,671)
Basic and diluted loss per share	$ (0.00)	$ (0.00)	
Weighted average number of shares outstanding	21,088,680	21,088,680	

SEE ACCOMPANYING NOTES

W.S. INDUSTRIES, INC.
(A Development Stage Company)
STATEMENTS OF CASH FLOWS
for the three months ended November 30, 2012 and 2011 and
for the period from April 5, 2004 (Date of Inception) to November 30, 2012
(Unaudited)
(Stated in US Dollars)

	Three months ended November 30, 2012	Three months ended November 30, 2011	April 5, 2004 (Date of inception) to November 30, 2012 (cumulative)
Cash Flows used in Operating Activities			
Net loss for the period	$ (75,323)	$ (87,252)	$ (21,323,186)
Items not affecting cash:			
Bad debt expense	-	-	8,085
Depreciation	8	11	2,144
Accretion of debt discount	-	8,226	32,992
Loss on extinguishment of debt	-	-	19,982,676
Impairment of investment	-	-	10,000
Changes in non-cash working capital balances:			
Accounts receivable	-	-	(8,085)
Accounts payable and accrued liabilities	52,497	58,997	951,507
Net cash used in operating activities	(22,818)	(20,018)	(343,867)
Cash Flows from Financing Activities			
Loans and advances	22,908	13,755	173,880
Repayment of promissory Notes Payable	-	-	(5,000)
Common stock issued	-	-	297,186
Common stock repurchased	-	-	(62,000)
Net cash provided by financing activities	22,908	13,755	404,066
Cash Flows used in Investing Activities			
Acquisition of equipment	-	-	(4,427)
Acquisition of investments	-	-	(64,903)
Net cash used in investing activities	-	-	(69,330)
Effect of exchange rate changes on cash	-	-	9,178
Net increase (decrease) in cash during the period	90	(6,263)	47
Cash (bank indebtedness), beginning of period	(43)	7,088	-
Cash, end of period	$ 47	$ 825	$ 47
Non-Cash Transactions			
Supplemental Information			
Interest and taxes paid in cash	$ -	$ -	$ -

SEE ACCOMPANYING NOTES

W.S. INDUSTRIES, INC.
(A Development Stage Company)
STATEMENTS OF STOCKHOLDERS' EQUITY (DEFICIENCY)
for the period April 5, 2004 (Date of Inception) to November 30, 2012
(Unaudited)
(Stated in US Dollars)

	Number	Par Value	Additional Paid-in Capital	Deficit Accumulated During the Development Stage	Accumulated Other Comprehensive Income	Total
Issued for cash:						
Private placement agreements						
- at $0.000049	20,007,680	$ 20,008	$ (19,022)	$ -	$ -	$ 986
- at $0.01	2,000,000	2,000	18,000	-	-	20,000
- at $0.20	81,000	81	16,119	-	-	16,200
Foreign currency translation adjustment	-	-	-	-	380	380
Net loss for the period	-	-	-	(11,573)	-	(11,573)
Balance, August 31, 2004	22,088,680	22,089	15,097	(11,573)	380	25,993
Foreign currency translation adjustment	-	-	-	-	1,279	1,279
Net loss for the year	-	-	-	(32,276)	-	(32,276)
Balance, August 31, 2005	22,088,680	22,089	15,097	(43,849)	1,659	(5,004)
Issued for cash:						
Private placement agreements						
- at $0.20	1,000,000	1,000	199,000	-	-	200,000
Shares repurchased - at $0.20	(2,000,000)	(2,000)	(398,000)	-	-	(400,000)
Capital contribution	-	-	398,000	-	-	398,000
Foreign currency translation adjustment	-	-	-	-	4,788	4,788
Net loss for the year	-	-	-	(51,090)	-	(51,090)
Balance, August 31, 2006	21,088,680	21,089	214,097	(94,939)	6,447	146,694
Issued for cash:						
Private placement agreements						
- at $0.20	300,000	300	59,700	-	-	60,000
Shares repurchased - at $0.20	(300,000)	(300)	(59,700)	-	-	(60,000)
Foreign currency translation adjustment	-	-	-	-	785	785
Net loss for the year	-	-	-	(54,962)	-	(54,962)
Balance, August 31, 2007	21,088,680	21,089	214,097	(149,901)	7,232	92,517
Foreign currency translation adjustment	-	-	-	-	(944)	(944)
Net loss for the year	-	-	-	(128,431)	-	(128,431)
Balance, August 31, 2008	21,088,680	21,089	214,097	(278,332)	6,288	(36,858)

.../cont' d

SEE ACCOMPANYING NOTES

W.S. INDUSTRIES, INC.
(A Development Stage Company)
STATEMENTS OF STOCKHOLDERS' EQUITY (DEFICIENCY)
for the period April 5, 2004 (Date of Inception) to November 30, 2012
(Unaudited)
(Stated in US Dollars)

	Number	Par Value	Additional Paid-in Capital	Deficit Accumulated During the Development Stage	Accumulated Other Comprehensive Income	Total
Balance, August 31, 2008	21,088,680	21,089	214,097	(278,332)	6,288	(36,858)
Foreign currency translation adjustment	-	-	-	-	(773)	(773)
Net loss for the year	-	-	-	(196,545)	-	(196,545)
Balance, August 31, 2009	21,088,680	21,089	214,097	(474,877)	5,515	(234,176)
Net loss for the year	-	-	-	(208,999)	-	(208,999)
Balance, August 31, 2010	21,088,680	21,089	214,097	(683,876)	5,515	(443,175)
Extinguishment of debt – Note 7	-	-	20,015,668	-	-	20,015,668
Net loss for the year	-	-	-	(20,248,756)	-	(20,248,756)
Balance, August 31, 2011	21,088,680	21,089	20,229,765	(20,932,632)	5,515	(676,263)
Net loss for the year	-	-	-	(315,231)	-	(315,231)
Balance, August 31, 2012	21,088,680	$ 21,089	$ 20,229,765	$ (21,247,863)	$ 5,515	$ (991,494)
Net loss for the period	-	-	-	(75,323)	-	(75,323)
Balance, November 30, 2012	21,088,680	$ 21,089	$ 20,229,765	$ (21,323,186)	$ 5,515	$ (1,066,817)

SEE ACCOMPANYING NOTES

W.S. INDUSTRIES, INC.
(A Development Stage Company)
NOTES TO THE FINANCIAL STATEMENTS
November 30, 2012
(Unaudited)
(Stated in US Dollars)

Note 1 Nature of Operations and Ability to Continue as a Going Concern

The Company is in the development stage and offered wine storage and cellaring services and also invested in wine for long term appreciation and resale. The Company had disposed of its wine collection during the year ended August 31, 2009; the Company intends to explore new investment opportunities. The Company was incorporated in the State of Nevada, United States of America on April 5, 2004 and its fiscal year end is August 31. Effective July 2, 2008, the Company is listed for trading on the Over-the-Counter Bulletin Board in the United States of America.

These financial statements have been prepared in accordance with generally accepted accounting principles in the United States of America on a going concern basis, which assumes that the Company will continue to realize its assets and discharge its obligations and commitments in the normal course of operations. Realization values may be substantially different from carrying values as shown and these financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern. At November 30, 2012, the Company had an accumulated deficit of $21,323,186 (August 31, 2012: $21,247,863) and has a working capital deficit of $1,066,915 (August 31, 2012: $991,599) and expects to incur further losses in the development of its business, all of which casts substantial doubt about the Company' s ability to continue as a going concern. The Company' s ability to continue as a going concern is dependent upon its ability to generate future profitable operations and/or to obtain the necessary financing to meet its obligations and repay its liabilities arising from normal business operations when they come due. Management has no formal plan in place to address this concern but is considering obtaining additional funds by debt financing to the extent there is a shortfall from operations. While the Company is broadening its best efforts to achieve the above plans, there is no assurance that any such activity will generate funds for operations.

These statements reflect all adjustments, consisting of normal recurring adjustments, which in the opinion of management are necessary for fair presentation of the information contained therein. It is suggested that these interim consolidated financial statements be read in conjunction with the audited consolidated financial statements of the Company for the year ended August 31, 2012. The interim results are not necessarily indicative of the operating results expected for the full fiscal year ending on August 31, 2012. Certain information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been condensed or omitted pursuant to such rules and regulations, although the Company believes that the disclosures herein are adequate to make the information presented not misleading.

(Stated in US Dollars)

Note 2 Equipment

	November 30, 2012		
	Cost	Accumulated Depreciation	Net
Computer equipment	$ 1,940	$ 1,843	$ 97

	August 31, 2012		
	Cost	Accumulated Depreciation	Net
Computer equipment	$ 1,940	$ 1,835	$ 105

Note 3 Loans and Advances

Loans and advances totalling $146,497 (August 31, 2012: $123,589) are unsecured, non-interest bearing and have no specific terms of repayment.

Note 4 Capital Stock

On May 31, 2004, the Company forward split its common stock on the basis of 20.3 new for 1 old. The number of shares issued and outstanding, par value and additional paid-in capital has been restated to give retroactive effect to the forward split of its common stock.

On February 18, 2011, the Company increased its authorized share capital from 100,000,000 to 150,000,000 common shares.

Private Placements

On May 31, 2004, the Company issued 20,007,680 common shares at $0.000049 per share, for total proceeds of $986. During June 2004, the Company issued 2,000,000 common shares at $0.01 per share, for total proceeds of $20,000. During June, July, and August 2004, the Company issued 81,000 common shares at $0.20 per share, for total proceeds of $16,200. On July 20, 2006, the Company issued 1,000,000 common shares at $0.20 per share, for total proceeds of $200,000. On July 27, 2007, the Company issued 300,000 common shares at $0.20 per share, for total proceeds of $60,000.

Note 4 Capital Stock – (cont' d)

During the year ended August 31, 2006**,** the Company reacquired 2,000,000 common shares from a director of the Company for $2,000 pursuant to a promissory note, which was paid prior to August 31, 2006. The fair value of this transaction was recorded at $0.20 per share and consequently the Company has received a capital contribution of $398,000.

In December 2006, the Company received an order for production from the British Columbia Securities Commission to provide certain information and documents relating to, inter alia, the sale of the above noted 1,000,000 common shares at $0.20 per share to verify the availability of the registration and prospectus exemptions relied upon by the Company in offering such shares to residents of British Columbia. To resolve the matter, the Company issued a voluntary rescission offer to rescind any previous subscriptions of these shares and offered a full refund of the subscription monies. In lieu and in place of these shares, the Company offered an equivalent number of shares for sale pursuant to the updated private placement dated June 27, 2007. Of the nine original investors included in the 1,000,000 share private placement, three of these investors accepted the rescission offer at $0.20 per share and were refunded the total amount of their investment of $60,000 and 300,000 common shares were returned to treasury and cancelled. The remaining six investors rejected the rescission offer and three new investors completed and paid the remaining portion of the private placement by the payment of $60,000.

Note 5 Related Party Transactions

Pursuant to a resolution dated June 1, 2008, an officer of the Company who is majority shareholder of the Company is to be paid a monthly management fee of $2,600 per month. The amount may be adjusted from time to time at the discretion of the Board of Directors. During the year ended August 31, 2011, $118,300 which was accrued management fees from previous years was settled through the issuance of a convertible promissory note as described in Note 7.

During three months ended November 30, 2012, the company incurred management fees of $7,800 (2011: $7,800) payable to the director who is also president of the company. As at November 30, 2012, accounts payable included $44,400 (August 31, 2012 - $36,600) in management fees payable to the Director and officer of the company.

Note 5 Related Party Transactions – (cont' d)

As at November 30, 2012, loans and advances includes an advance of $70,110 (August 31, 2012 - $70,110) from the officer of the Company.

Pursuant to a resolution dated June 1, 2008, the spouse of an officer of the Company is to be paid monthly to provide administrative services to the Company at a rate of $1,800 per month. The amount may be adjusted from time to time at the discretion of the Board of Directors. During the year ended August 31, 2011, $63,000 (2010 - $Nil) in respect of these administrative fees was settled through the issuance of a convertible promissory note as described in Note 7.

During three months ended November 30, 2012, the Company also incurred administrative fees of $5,400 (2012- $5,400) payable to the wife of an officer of the Company. As at November 30, 2012, accounts payable included $34,200 in administrative services payable to the wife of an officer of the Company.

Note 6 Commitment

On March 1, 2008 the Company entered into a Management Agreement whereby the Company is obligated to pay $7,500 per month in return for various management services. The agreement has no fixed term; however, accrued fees incur interest at a rate of 15% per annum whereby interest is compounded quarterly. In connection with this agreement the Company has incurred $22,500 during the quarter ended November 30, 2012 (2011 - $22,500) in management fees and accrued interest $18,900 (2011 - $13,231) in interest during the period.

During the year ended August 31, 2011 a portion of the balance of unpaid management fees and accrued interest $288,670 was settled by issuing a convertible promissory note as described in Note 7.

(Stated in US Dollars)

Note 7 Convertible Promissory Notes

	November 30, 2012	**August 31, 2012**
Convertible promissory note payable, bearing interest at 15% per annum compounded quarterly, came due April 1, 2012	$ 288,670	$ 288,670
Convertible promissory notes payable with a face value of $252,294 and a fair value of $219,302 at issuance and including accumulated accretion of $32,992 (August 31, 2012 - $32,992), non-interest bearing, came due April 1, 2012	247,294	247,294
	$ 535,964	$ 535,964

On April 1, 2011, the Company agreed with certain of its creditors to settle $540,964 in amounts owed in respect of accrued management and administrative fees as well as loans and advances payable to those creditors in exchange for convertible promissory notes in the same amount. The Company accounted for the transaction as an extinguishment of debt and recorded a loss on extinguishment of $19,982,676 as a result of recording the new promissory notes at their fair value of $20,523,640. The fair value of the notes was determined with reference to the quoted market price of the Company' s shares multiplied by the number of common shares of the Company that would be issued upon conversion of the notes. The premium of the fair value of the notes over the principal balances totaling $20,015,668 was recorded as additional paid-in capital.

These notes matured on April 1, 2012 and bore no terms of interest except for the note in the amount of $288,670 which bears interest at the rate of 15% per annum. The non-interest bearing convertible notes with an aggregate face value of $252,294 were discounted using an estimated market discount rate of 15% and their fair value was calculated to be $219,302. The difference of $32,992 was accreted over the life to maturity using the effective interest rate method. During the year ended August 31, 2012, the Company recorded accretion expense of $19,845 (2011: $13,147) on the non-interest bearing convertible note. During the year ended August 31, 2012, the Company recorded accrued interest of $61,168 (2011: $18,960) on the interest bearing convertible note in accrued liabilities. During the period ended November 30, 2012 the Company recorded accrued interest of $18,900 (2011: $13,231) on the interest bearing convertible note in accrued liabilities.

Note 7 Convertible Promissory Notes – (cont’ d)

The terms of the convertible promissory notes allow the note holders to elect to convert the principal and accrued interest thereon at any time during the term of the notes into common shares at $0.01 per share. The conversion features of these notes are without price re-set or cash settlement clauses and therefore have not been bifurcated and recorded as a derivative liability.

At November 30, 2012, $176,300 (November 30, 2011: $181,300) of the non-interest bearing promissory notes are due to an officer of the Company and his spouse.

The convertible promissory notes came due on April 1, 2012. The Company is currently negotiating to amend the terms of the debt.

ITEM 2 | MANAGEMENT' S DISCUSSION & ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

This section of this report includes a number of forward-looking statements that reflect our current views with respect to future events and financial performance. Forward-looking statements are often identified by words like: believe, expect, estimate, anticipate, intend, project and similar expressions, or words which, by their nature, refer to future events. You should not place undue certainty on these forward-looking statements, which apply only as of the date of this report. These forward-looking statements are subject to certain risks and uncertainties that could cause actual results to differ materially from historical results or our predictions.

Financial Condition

We are a development stage corporation and have realized limited operations and generated limited revenues from our business operations.

On July 2, 2008 the Company began trading on the over-the-counter-bulletin-board ("OTCBB") under the symbol "WSID". For the interim period ended November 30, 2011 we generated no revenues from operations and have experienced losses since inception.

As of the period ended November 30, 2012 the Company has cash on hand of $47, compared to bank overdraft of $43 as at August 31, 2012. The Company has disposed of its wine collections during the year ended August 31, 2009 and the Company may need to consider an alternate business model if we are to become profitable. The Company is open to new opportunities and is seeking to broaden its horizons.

At November 30, 2012 the Company estimated that it would require $400,000 to meet its operating needs for the current fiscal year, the Company has not yet satisfied its need for cash. The Company will rely on its President to determine how to raise these funds, bearing in mind the best interests of the Company.

Results of Operations

There is limited historical financial information about us upon which to base an evaluation of our performance. We are in development stage operations and have generated limited revenues. We cannot guarantee we will be successful in our business operations. Our business is subject to risks inherent in the establishment of a new business enterprise, including limited capital resources and possible cost overruns.

To date, the Company has not recognized significant revenue through its operations and had an accumulated deficit of $21,323,186 since inception. We have no assurance that, if needed, future financing will be available to us on acceptable terms. If financing is not available on satisfactory terms, we may be unable to continue, develop or expand our operations. Equity financing could result in additional dilution to existing shareholders.

On July 2, 2008 the Company began trading on the over-the-counter-bulletin-board ("OTCBB") under the symbol "WSID". We have no revenues from operations, have experienced losses since inception, have been issued a going concern opinion by our auditors and rely upon the sale of our securities to fund operations.

In the three month period ended November 30, 2012 our net loss was $75,323 compared to $87,252 for the three month period ended November 30, 2011. The decrease in net loss was a result in an decrease of audit fees of $10,000.

Results of Operations - continued

Professional fees, which include accounting and audit fees and legal fees, decreased for the period ended November 30, 2011, at $15,083 up from $25,000 in 2011. Bank charges and interest were higher at $18,900 for 2012; in 2011 bank charges and interest were $13,231. This increase is a result of compounding interest charges incurred on the prior period' s unpaid management fees settled through the issuance of convertible promissory note and additional unpaid management fees for the current period.

Liquidity and Capital Requirements

As of November 30, 2012, the Company had total assets of $144, and total liabilities of $1,066,962 and negative working capital of $1,066,915. As of August 31, 2012, the Company had total assets $105 and total liabilities of $991,599 and negative working capital of $991,599.

The Company has no other capital resources other than the ability to use its common stock to raise additional capital. The Company' s current cash is not sufficient to sustain operations in the next 3 months. Estimated cash needed for next 12 months is $400,000. The cash will be mainly used for general administrative, corporate (legal, accounting and audit), financing and management.

No commitments to provide additional funds have been made by management or other stockholders except as set forth above. Accordingly, there can be no assurance that any additional funds will be available to the Company to allow it to cover operation expenses. There are no assurances that we will be able to secure further funds required for our continued operations. We will pursue various financing alternatives to meet our immediate and long-term financial requirements. There can be no assurance that additional financing will be available to us when needed or, if available, that it can be obtained on commercially reasonable terms. If we are not able to obtain the additional financing on a timely basis, we will be unable to conduct our operations as planned, and we will not be able to meet our other obligations as they become due. In such event, we will be forced to scale down or perhaps even cease our operations.

ITEM 3 | DISCLOSURES ABOUT MARKET RISK

Foreign Currency

In addition to the U.S. Dollar, we conduct business in Canadian Dollars and, therefore, are subject to foreign currency exchange risk on cash flows primarily related to expenses. Accounting and management fees which make up approximately three quarters of our expenses are paid in US funds. Since we primarily operate in US dollars our exposure to foreign currency risk should the Canadian dollar appreciate is limited. To date we have not engaged in hedging activities to hedge our foreign currency exposure. In the future, we may enter into hedging instruments to manage our foreign currency exchange risk or continue to be subject to exchange rate risk.

Inflation

Although inflation has not materially impacted our operations in the recent past, increased inflation could have a negative impact on our operating and general and administrative expenses, as these costs could increase.

ITEM 4 | CONTROLS AND PROCEDURES

We maintain disclosure controls and procedures that are designed to ensure that information required to be disclosed in our reports filed under the Securities Exchange Act of 1934, as amended, is recorded, processed, summarized and reported within the time periods specified in the Securities and Exchange Commission' s rules and forms, and that such information is accumulated and communicated to our management, including our president and our secretary and treasurer, to allow for timely decisions regarding required disclosure. In designing and evaluating our disclosure controls and procedures, our management recognizes that any controls and procedures, no matter how well designed and operated, can provide only reasonable assurance of achieving the desired control objectives, and our management is required to apply its judgment in evaluating the cost-benefit relationship of possible controls and procedures.

As of November 30, 2012, the end of the three month period covered by this report, we carried out an evaluation, under the supervision and with the participation of our management, including our president and our secretary and treasurer, of the effectiveness of the design and operation of our disclosure controls and procedures. Based on the foregoing, our president and our secretary and treasurer concluded that our disclosure controls and procedures were not effective as of the end of the period covered by this quarterly report.

There have been no changes in our internal control over financial reporting that occurred during the quarter ended November 30, 2012 that have materially affected, or are reasonably likely to materially affect, our internal controls over financial reporting.

PART II | OTHER INFORMATION

ITEM 1 | LEGAL PROCEEDINGS

None.

ITEM 1A | RISK FACTORS

There has been no change to the risk factors since the period ended November 30, 2012 as filed with the audited financial statements.

ITEM 2 | UNREGISTERED SALES OF EQUITY SECURITIES AND USE OF PROCEEDS

None

ITEM 3 | DEFAULTS UPON SENIOR SECURITIES

None

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

None

ITEM 5 | OTHER INFORMATION

None

ITEM 6 | EXHIBITS AND REPORTS ON FORM 8-K

There were no reports on Form 8-K filed during the quarter for which this report is filed. The following exhibits are filed with this report:

31.1 Certification of Chief Executive Officer

31.2 Certification of Chief Financial Officer

32.1 Section 906 Certification

32.2 Section 906 Certification

101 Interactive data files formatted in XBRL (eXtensible Business Reporting Language): (i) the Interim Balance Sheets, (ii) the Statements of Operations and Comprehensive Loss, (iii) the Statements of Cash Flows, (iv) Statements of Stockholders Equity/Deficiency and (v) the Notes to the Financial Statements.

101.INS	XBRL Instance Document
101.SCH	XBRL Taxonomy Extension Schema Document
101.CAL	XBRL Taxonomy Extension Calculation Linkbase Document
101.DEF	XBRL Taxonomy Extension Definition Linkbase Document
101.LAB	XBRL Taxonomy Extension Label Linkbase Document
101.PRE	XBRL Taxonomy Extension Presentation Linkbase Document

ITEM 7 | SIGNATURES

In accordance with the requirements of the Exchange Act, the registrant caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Date: January 9, 2013

W. S. INDUSTRIES, INC.

By: */s/ Jack Dempsey*

Jack Dempsey
President and Chief Executive Officer

Exhibit 31.1

CERTIFICATION OF CHIEF EXECUTIVE OFFICER AND CHIEF FINANCIAL OFFICER PURSUANT TO SECTION 302 OF THE SARBANES-OXLEY ACT OF 2002

I, James F. Dempsey, certify that:

1. I have reviewed this Quarterly Report on Form 10-Q of W.S. Industries, Inc.;

2. Based on my knowledge, this 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 report;

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

4. As the small business issuer's sole certifying officer, I am responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a - 15(f)) for the small business issuer and have:

   a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under my supervision, to ensure that material information relating to the small business issuer, including its consolidated subsidiaries, is made known to me by others within those entities, particularly during the period in which this report is being prepared;

   b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;

   c) Evaluated the effectiveness of the small business issuer's disclosure controls and procedures and presented in this report my conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and

   d) Disclosed in this report any change in the small business issuer's internal control over financial reporting that occurred during the small business issuer's most recent fiscal quarter that has materially affected, or is reasonably likely to materially affect, the small business issuer's internal control over financial reporting; and

5. As the small business issuer's sole certifying officer, I have disclosed, based on my most recent evaluation of internal control over financial reporting, to the small business issuer's auditors and the audit committee of the small business issuer's board of directors(or persons performing the equivalent functions):

   a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the small business issuer's ability to record, process, summarize and report financial information; and

   b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the small business issuer's internal control over financial reporting.

Date: January 14, 2013

By: /s/ *James F. Dempsey*

James F. Dempsey
Chief Executive Officer and
Chief Financial Officer

Exhibit 32.1

CERTIFICATION OF CHIEF EXECUTIVE OFFICER AND CHIEF FINANCIAL OFFICER PURSUANT TO 18 U.S.C. SECTION 1350, AS ADOPTED PURSUANT TO SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002

I, James F. Dempsey, certify, pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, that the Quarterly Report of W.S. Industries, Inc. on Form 10-Q for the quarterly period ended November 30, 2012, fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934 and that information contained in such Form 10-KSB fairly presents in all material respects the financial condition and results of operations of W.S. Industries, Inc.

Date: January 14, 2013

By: /s/ *James F. Dempsey*

James F. Dempsey
Chief Executive Officer and
Chief Financial Officer

Loans and Advances	3 Months Ended Nov. 30, 2012
Loans and Advances [Abstract]	
Loans and Advances [Text Block]	Note 3 Loans and Advances Loans and advances totalling $146,497 (August 31, 2012: $123,589) are unsecured, non-interest bearing and have no specific terms of repayment.

Equipment	3 Months Ended Nov. 30, 2012
Equipment [Abstract]	
Equipment	Note 2 Equipment

	November 30, 2012		
	Cost	Accumulated Depreciation	Net
Computer equipment	$ 1,940	$ 1,843	$ 97

	August 31, 2012		
	Cost	Accumulated Depreciation	Net
Computer equipment	$ 1,940	$ 1,835	$ 105

INTERIM BALANCE SHEETS (USD $)	Nov. 30, 2012	Aug. 31, 2012
Current		
Cash	$ 47	
Equipment - Note 2	97	105
Total Assets	144	105
Current		
Bank indebtedness		43
Accounts payable and accrued liabilities - Note 5	384,500	332,003
Convertible promissory notes payable - Note 7	535,964	535,964
Loans and advances - Note 3	146,497	123,589
Total Liabilities	1,066,961	991,599
STOCKHOLDERS' DEFICIENCY		
Capital stock - Note 4 Common stock, $0.001 par value 150,000,000 Authorized (2012: 150,000,000) 21,088,680 Issued and outstanding (2012: 21,088,680)	21,089	21,089
Additional paid-in capital	20,229,765	20,229,765
Deficit accumulated during the development stage	(21,323,186)	(21,247,863)
Accumulated other comprehensive income	5,515	5,515
Total Stockholders' Deficiency	(1,066,817)	(991,494)
Total Liabilities and Stockholders' Deficiency	$ 144	$ 105

STATEMENTS OF STOCKHOLDERS' EQUITY (DEFICIENCY) (USD $)	Total	Common Stock	Additional Paid-in Capital	Deficit Accumulated During the Development Stage	Accumulated Other Comprehensive Income
Balance at Apr. 04, 2004					
Increase (Decrease) in Stockholders' Equity [Roll Forward]					
Issued for cash: Private placement agreements - at $0.000049, shares		20,007,680			
Issued for cash: Private placement agreements - at $0.000049	$ 986	$ 20,008	$ (19,022)		
Issued for cash: Private placement agreements - at $0.01, shares		2,000,000			
Issued for cash: Private placement agreements - at $0.01	20,000	2,000	18,000		
Issued for cash: Private placement agreements - at $0.20, shares		81,000			
Issued for cash: Private placement agreements - at $0.20	16,200	81	16,119		
Foreign currency translation adjustment	380				380
Net loss for the year	(11,573)			(11,573)	
Balance at Aug. 31, 2004	25,993	22,089	15,097	(11,573)	380
Balance at Aug. 31, 2004		22,088,680			
Increase (Decrease) in Stockholders' Equity [Roll Forward]					
Foreign currency translation adjustment	1,279				1,279
Net loss for the year	(32,276)			(32,276)	
Balance at Aug. 31, 2005	(5,004)	22,089	15,097	(43,849)	1,659
Balance at Aug. 31, 2005		22,088,680			
Increase (Decrease) in Stockholders' Equity [Roll Forward]					
Issued for cash: Private placement agreements - at $0.20, shares		1,000,000			

Issued for cash: Private placement agreements - at $0.20	200,000	1,000	199,000		
Shares repurchased - at $0.20, shares		(2,000,000)			
Shares repurchased - at $0.20	(400,000)	(2,000)	(398,000)		
Capital contribution	398,000		398,000		
Foreign currency translation adjustment	4,788				4,788
Net loss for the year	(51,090)			(51,090)	
Balance at Aug. 31, 2006	146,694	21,089	214,097	(94,939)	6,447
Balance at Aug. 31, 2006		21,088,680			
Increase (Decrease) in Stockholders' Equity [Roll Forward]					
Issued for cash: Private placement agreements - at $0.20, shares		300,000			
Issued for cash: Private placement agreements - at $0.20	60,000	300	59,700		
Shares repurchased - at $0.20, shares		(300,000)			
Shares repurchased - at $0.20	(60,000)	(300)	(59,700)		
Foreign currency translation adjustment	785				785
Net loss for the year	(54,962)			(54,962)	
Balance at Aug. 31, 2007	92,517	21,089	214,097	(149,901)	7,232
Balance at Aug. 31, 2007		21,088,680			
Increase (Decrease) in Stockholders' Equity [Roll Forward]					
Foreign currency translation adjustment	(944)				(944)
Net loss for the year	(128,431)			(128,431)	
Balance at Aug. 31, 2008	(36,858)	21,089	214,097	(278,332)	6,288
Balance at Aug. 31, 2008		21,088,680			
Increase (Decrease) in Stockholders' Equity [Roll Forward]					
Foreign currency translation adjustment	(773)				(773)
Net loss for the year	(196,545)			(196,545)	
Balance at Aug. 31, 2009	(234,176)	21,089	214,097	(474,877)	5,515
Balance at Aug. 31, 2009		21,088,680			

Increase (Decrease) in Stockholders' Equity [Roll Forward]						
Net loss for the year	(208,999)			(208,999)		
Balance at Aug. 31, 2010	(443,175)	21,089	214,097	(683,876)		5,515
Balance at Aug. 31, 2010		21,088,680				
Increase (Decrease) in Stockholders' Equity [Roll Forward]						
Extinguishment of debt - Note 7	20,015,668		20,015,668			
Net loss for the year	(20,248,756)			(20,248,756)		
Balance at Aug. 31, 2011	(676,263)	21,089	20,229,765	(20,932,632)		5,515
Balance at Aug. 31, 2011		21,088,680				
Increase (Decrease) in Stockholders' Equity [Roll Forward]						
Net loss for the year	(315,231)			(315,231)		
Balance at Aug. 31, 2012	(991,494)	21,089	20,229,765	(21,247,863)		5,515
Balance at Aug. 31, 2012	21,088,680	21,088,680				
Increase (Decrease) in Stockholders' Equity [Roll Forward]						
Foreign currency translation adjustment						
Net loss for the year	(75,323)			(75,323)		
Balance at Nov. 30, 2012		$ 21,089	$ 20,229,765	$ (21,323,186)		$ 5,515
Balance at Nov. 30, 2012	21,088,680	21,088,680				

Convertible Promissory Notes (Details) (USD $)	Nov. 30, 2012	Aug. 31, 2012
Convertible Promissory Notes [Abstract]		
Convertible promissory note payable, bearing interest at 15% per annum compounded quarterly, came due April 1, 2012	$ 288,670	$ 288,670
Convertible promissory notes payable with a face value of $252,294 and a fair value of $219,302 at issuance and including accumulated accretion of $32,992 (August 31, 2012 - $32,992), non-interest bearing, came due April 1, 2012	247,294	247,294
Total	535,964	535,964
Convertible Promissory Notes (Textual) [Abstract]		
Interest rate per annum compounded quarterly on Convertible promissory note	15.00%	15.00%
Convertible promissory notes, face value	252,294	252,294
Convertible promissory notes payable, fair value	219,302	219,302
Accumulated accretion	$ 32,992	$ 32,992

Nature of Operations and Ability to Continue as a Going Concern	3 Months Ended Nov. 30, 2012
Nature of Operations and Ability to Continue as a Going Concern [Abstract]	
Nature of Operations and Ability to Continue as a Going Concern	Note 1 Nature of Operations and Ability to Continue as a Going Concern The Company is in the development stage and offered wine storage and cellaring services and also invested in wine for long term appreciation and resale. The Company had disposed of its wine collection during the year ended August 31, 2009; the Company intends to explore new investment opportunities. The Company was incorporated in the State of Nevada, United States of America on April 5, 2004 and its fiscal year end is August 31. Effective July 2, 2008, the Company is listed for trading on the Over-the-Counter Bulletin Board in the United States of America. These financial statements have been prepared in accordance with generally accepted accounting principles in the United States of America on a going concern basis, which assumes that the Company will continue to realize its assets and discharge its obligations and commitments in the normal course of operations. Realization values may be substantially different from carrying values as shown and these financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern. At November 30, 2012, the Company had an accumulated deficit of $21,323,186 (August 31, 2012: $21,247,863) and has a working capital deficit of $1,066,915 (August 31, 2012: $991,599) and expects to incur further losses in the development of its business, all of which casts substantial doubt about the Company's ability to continue as a going concern. The Company's ability to continue as a going concern is dependent upon its ability to generate future profitable operations and/or to obtain the necessary financing to meet its obligations and repay its liabilities arising from normal business operations when they come due. Management has no formal plan in place to address this concern but is considering obtaining additional funds by debt financing to the extent there is a shortfall from operations. While the Company is broadening its best efforts to achieve the above plans, there is no assurance that any such activity will generate funds for operations. These statements reflect all adjustments, consisting of normal recurring adjustments, which in the opinion of management are necessary for fair presentation of the information contained therein. It is suggested that these interim consolidated financial statements be read in conjunction with the audited consolidated financial statements of the Company for the year ended August 31, 2012. The interim results are not necessarily indicative of the operating results expected for the full fiscal year ending on August 31, 2012. Certain information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been condensed or omitted pursuant to such rules and regulations, although the Company believes that the disclosures herein are adequate to make the information presented not misleading.

INTERIM BALANCE SHEETS (PARENTHETICALS) (USD $)	Nov. 30, 2012	Aug. 31, 2012
STOCKHOLDERS' DEFICIENCY		
Common stock, par value	$ 0.001	$ 0.001
Common stock, shares authorized	150,000,000	150,000,000
Common stock, shares issued	21,088,680	21,088,680
Common stock, shares outstanding	21,088,680	21,088,680

Equipment (Details) (USD $)	Nov. 30, 2012	Aug. 31, 2012
Equipment [Abstract]		
Net	$ 97	$ 105
Computer equipment [Member]		
Equipment [Abstract]		
Cost	1,940	1,940
Accumulated Depreciation	1,843	1,835
Net	$ 97	$ 105

Document and Entity Information	3 Months Ended Nov. 30, 2012
Document And Entity Information [Abstract]	
Entity Registrant Name	W. S. Industries, Inc.
Document Type	10-Q
Document Period End Date	Nov. 30, 2012
Amendment Flag	false
Entity Central Index Key	0001310497
Current Fiscal Year End Date	--08-31
Entity Common Stock, Shares Outstanding	21,088,680
Entity Filer Category	Smaller Reporting Company
Entity Current Reporting Status	Yes
Entity Voluntary Filers	No
Entity Well-known Seasoned Issuer	No
Document Fiscal Year Focus	2013
Document Fiscal Period Focus	Q1

Loans and Advances (Details) (USD $)	Nov. 30, 2012	Aug. 31, 2012
Loans and Advances (Textual) [Abstract]		
Total loans and advances	$ 146,497	$ 123,589

STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS (USD $)	3 Months Ended		104 Months Ended
	Nov. 30, 2012	Nov. 30, 2011	Nov. 30, 2012
Revenue			
Revenue			$ 17,285
Expenses			
Administrative services - Note 5	5,400	5,400	97,266
Bad debt expense			8,085
Bank charges	380	361	4,290
Consulting fees			14,148
Courier and postage			177
Depreciation	8	11	2,144
Entertainment			2,810
Management fees - Note 5	30,300	30,300	594,700
Office and miscellaneous			12,918
Penalties			25,652
Professional fees	15,083	25,000	287,733
Registration and filing fees	5,083	4,300	59,739
Rent			17,418
Research and marketing			7,500
Telephone			3,027
Travel			6,154
Wages			6,139
Loss before other items	(56,254)	(65,372)	(1,132,615)
Interest income			4,327
Interest expense	(18,900)	(13,231)	(158,088)
Accretion of debt discount - Note 7		(8,226)	(32,992)
Foreign exchange loss	(169)	(423)	(11,142)
Loss on extinguishment of debt			(19,982,676)
Impairment of investment			(10,000)
Net loss for the period	(75,323)	(87,252)	(21,323,186)
Other comprehensive income:			
Foreign currency translation adjustment			5,515
Comprehensive loss for the period	$ (75,323)	$ (87,252)	$ (21,317,671)
Basic and diluted loss per share	$ 0.00	$ 0.00	
Weighted average number of shares outstanding	21,088,680	21,088,680	

Commitment	3 Months Ended Nov. 30, 2012
Commitment [Abstract]	
Commitment	Note 6 Commitment On March 1, 2008 the Company entered into a Management Agreement whereby the Company is obligated to pay $7,500 per month in return for various management services. The agreement has no fixed term; however, accrued fees incur interest at a rate of 15% per annum whereby interest is compounded quarterly. In connection with this agreement the Company has incurred $22,500 during the quarter ended November 30, 2012 (2011 - $22,500) in management fees and accrued interest $18,900 (2011 - $13,231) in interest during the period. During the year ended August 31, 2011 a portion of the balance of unpaid management fees and accrued interest $288,670 was settled by issuing a convertible promissory note as described in Note 7.

Related Party Transactions	3 Months Ended Nov. 30, 2012
Related Party Transactions [Abstract]	
Related Party Transactions	Note 5 Related Party Transactions Pursuant to a resolution dated June 1, 2008, an officer of the Company who is majority shareholder of the Company is to be paid a monthly management fee of $2,600 per month. The amount may be adjusted from time to time at the discretion of the Board of Directors. During the year ended August 31, 2011, $118,300 which was accrued management fees from previous years was settled through the issuance of a convertible promissory note as described in Note 7. During three months ended November 30, 2012, the company incurred management fees of $7,800 (2011: $7,800) payable to the director who is also president of the company. As at November 30, 2012, accounts payable included $44,400 (August 31, 2012 - $36,600) in management fees payable to the Director and officer of the company. As at November 30, 2012, loans and advances includes an advance of $70,110 (August 31, 2012 - $70,110) from the officer of the Company. Pursuant to a resolution dated June 1, 2008, the spouse of an officer of the Company is to be paid monthly to provide administrative services to the Company at a rate of $1,800 per month. The amount may be adjusted from time to time at the discretion of the Board of Directors. During the year ended August 31, 2011, $63,000 (2010 - $Nil) in respect of these administrative fees was settled through the issuance of a convertible promissory note as described in Note 7. During three months ended November 30, 2012, the Company also incurred administrative fees of $5,400 (2012- $5,400) payable to the wife of an officer of the Company. As at November 30, 2012, accounts payable included $34,200 in administrative services payable to the wife of an officer of the Company.

Convertible Promissory Notes (Textual) (Details) (USD $)	3 Months Ended		12 Months Ended		104 Months Ended	
	Nov. 30, 2012	Nov. 30, 2011	Aug. 31, 2012	Aug. 31, 2011	Nov. 30, 2012	Apr. 01, 2011
Convertible Promissory Notes (Textual) [Abstract]						
Settlement of amounts owed in respect of accrued management and administrative fees as well as loans and advances payable to creditors in exchange for convertible promissory notes						$ 540,964
Loss on extinguishment of debt					19,982,676	
Fair value of new promissory notes						20,523,640
Premium of the fair value of the notes over the principal balances recorded as additional paid-in capital						20,015,668
Convertible promissory notes bearing interest	288,670		288,670		288,670	
Interest rate per annum	15.00%		15.00%		15.00%	
Convertible promissory notes payable with a face value of $252,294 and a fair value of $219,302 at issuance and including accumulated accretion of $32,992 (August 31, 2012 - $32,992), non-interest bearing, came due April 1, 2012	247,294		247,294		247,294	
Convertible promissory notes, face value	252,294		252,294		252,294	
Convertible promissory notes payable, fair value	219,302		219,302		219,302	
Accretion over the life to maturity using the effective interest rate method	32,992		32,992		32,992	
Accretion expense on non-interest bearing convertible note			19,845	13,147		
Accrued interest on interest bearing convertible note			61,168	18,960		
Interest incurred interest bearing convertible note	18,900	13,231			158,088	
Convertible promissory notes, Conversion price	$ 0.01				$ 0.01	
Non-interest bearing promissory notes due to an officer of the Company and his spouse	$ 176,300	$ 181,300			$ 176,300	

Capital Stock (Details) (USD $)	3 Months Ended		104 Months Ended	1 Months Ended		3 Months Ended	12 Months Ended	3 Months Ended		
	Nov. 30, 2012	Nov. 30, 2011	Nov. 30, 2012	Dec. 31, 2006 Private Placement [Member]	Jun. 30, 2004 Private Placement [Member]	Aug. 31, 2004 Private Placement [Member]	Aug. 31, 2006 Private Placement [Member]	Nov. 30, 2012 Private Placement [Member] Detail One [Member]	Nov. 30, 2012 Private Placement [Member] Detail Two [Member]	Nov. 30, 2012 Private Placement [Member] Detail Three [Member]
Capital Stock (Textual) [Abstract]										
Forward split of common stock, description	On May 31, 2004, the Company forward split its common stock on the basis of 20.3 new for 1 old.									
Increase in authorized share capital, description	On February 18, 2011, the Company increased its authorized share capital from 100,000,000 to 150,000,000 common shares.									
Date of transaction								May 31, 2004	Jul. 20, 2006	Jul. 27, 2007
Common shares issued					2,000,000	81,000		20,007,680	1,000,000	300,000
Total proceeds from issuance of common shares					$ 20,000	$ 16,200		$ 986	$ 200,000	$ 60,000
Price per share					$ 0.01	$ 0.20		$ 0.000049	$ 0.20	$ 0.20
Common shares reacquired							2,000,000			
Payments for repurchase of common shares from Director			62,000				2,000			
Fair value per share							$ 0.20			
Capital contribution received			$ 297,186				$ 398,000			
Order for production of information and dodument,description				In December 2006, the Company received an order for production from the British						

Columbia Securities Commission to provide certain information and documents relating to, inter alia, the sale of the above noted 1,000,000 common shares at $0.20 per share to verify the availability of the registration and prospectus exemptions relied upon by the Company in offering such shares to residents of British Columbia.

Voluntary rescission offer, description

Of the nine original investors included in the 1,000,000 share private placement, three of these investors accepted the rescission offer at $0.20 per share and were refunded the total amount of their investment of $60,000 and 300,000 common shares were returned to treasury and cancelled. The remaining six investors rejected the rescission offer and three new investors completed and paid the remaining portion of the private placement by the payment of $60,000.

Convertible Promissory Notes (Tables)	3 Months Ended Nov. 30, 2012
Convertible Promissory Notes [Abstract]	
Convertible Promissory Notes	

	November 30, 2012	August 31, 2012
Convertible promissory note payable, bearing interest at 15% per annum compounded quarterly, came due April 1, 2012	$ 288,670	$ 288,670
Convertible promissory notes payable with a face value of $252,294 and a fair value of $219,302 at issuance and including accumulated accretion of $32,992 (August 31, 2012 - $32,992), non-interest bearing, came due April 1, 2012	247,294	247,294
	$ 535,964	$ 535,964

Convertible Promissory Notes	3 Months Ended Nov. 30, 2012
Convertible Promissory Notes [Abstract]	
Convertible Promissory Notes	Note 7 Convertible Promissory Notes

	November 30, 2012	August 31, 2012
Convertible promissory note payable, bearing interest at 15% per annum compounded quarterly, came due April 1, 2012	$ 288,670	$ 288,670
Convertible promissory notes payable with a face value of $252,294 and a fair value of $219,302 at issuance and including accumulated accretion of $32,992 (August 31, 2012 - $32,992), non-interest bearing, came due April 1, 2012	247,294	247,294
	$ 535,964	$ 535,964

On April 1, 2011, the Company agreed with certain of its creditors to settle $540,964 in amounts owed in respect of accrued management and administrative fees as well as loans and advances payable to those creditors in exchange for convertible promissory notes in the same amount. The Company accounted for the transaction as an extinguishment of debt and recorded a loss on extinguishment of $19,982,676 as a result of recording the new promissory notes at their fair value of $20,523,640. The fair value of the notes was determined with reference to the quoted market price of the Company's shares multiplied by the number of common shares of the Company that would be issued upon conversion of the notes. The premium of the fair value of the notes over the principal balances totaling $20,015,668 was recorded as additional paid-in capital.

These notes matured on April 1, 2012 and bore no terms of interest except for the note in the amount of $288,670 which bears interest at the rate of 15% per annum. The non-interest bearing convertible notes with an aggregate face value of $252,294 were discounted using an estimated market discount rate of 15% and their fair value was calculated to be $219,302. The difference of $32,992 was accreted over the life to maturity using the effective interest rate method. During the year ended August 31, 2012, the Company recorded accretion expense of $19,845 (2011: $13,147) on the non-interest bearing convertible note. During the year ended August 31, 2012, the Company recorded accrued interest of $61,168 (2011: $18,960) on the interest bearing convertible note in accrued liabilities. During the period ended November 30, 2012 the Company recorded accrued interest of $18,900 (2011: $13,231) on the interest bearing convertible note in accrued liabilities.

The terms of the convertible promissory notes allow the note holders to elect to convert the principal and accrued interest thereon at any time during the term of the notes into common shares at $0.01 per share. The conversion features of these notes are without price re-set or cash settlement clauses and therefore have not been bifurcated and recorded as a derivative liability.

At November 30, 2012, $176,300 (November 30, 2011: $181,300) of the non-interest bearing promissory notes are due to an officer of the Company and his spouse.

The convertible promissory notes came due on April 1, 2012. The Company is currently negotiating to amend the terms of the debt.

Equipment (Tables)	3 Months Ended Nov. 30, 2012
Equipment [Abstract]	
Equipment	

	November 30, 2012		
	Cost	Accumulated Depreciation	Net
Computer equipment	$ 1,940	$ 1,843	$ 97

	August 31, 2012		
	Cost	Accumulated Depreciation	Net
Computer equipment	$ 1,940	$ 1,835	$ 105

Nature of Operations and Ability to Continue as a Going Concern (Details) (USD $)	Nov. 30, 2012	Aug. 31, 2012
Nature of Operations and Ability to Continue as Going Concern (Textual) [Abstract]		
Accumulated deficit	$ (21,323,186)	$ (21,247,863)
Working capital deficit	$ 1,066,915	$ 991,599

Commitment (Details) (USD $)	3 Months Ended		12 Months Ended	104 Months Ended	
	Nov. 30, 2012	Nov. 30, 2011	Aug. 31, 2011	Nov. 30, 2012	Mar. 01, 2008
Commitment [Abstract]					
Obligation to pay per month for various management services					$ 7,500
Interest rate on accrued fees					15.00%
Management fees	22,500	22,500			
Interest incurred	18,900	13,231		158,088	
Unpaid management fees and accrued interest settled by issuing a convertible promissory note			$ 288,670		

STATEMENTS OF CASH FLOWS (USD $)	3 Months Ended Nov. 30, 2012	Nov. 30, 2011	104 Months Ended Nov. 30, 2012
Cash Flows used in Operating Activities			
Net loss for the period	$ (75,323)	$ (87,252)	$ (21,323,186)
Items not affecting cash:			
Bad debt expense			8,085
Depreciation	8	11	2,144
Accretion of debt discount		8,226	32,992
Loss on extinguishment of debt			19,982,676
Impairment of investment			10,000
Changes in non-cash working capital balances:			
Accounts receivable			(8,085)
Accounts payable and accrued liabilities	52,497	58,997	951,507
Net cash used in operating activities	(22,818)	(20,018)	(343,867)
Cash Flows from Financing Activities			
Loans and advances	22,908	13,755	173,880
Repayment of promissory Notes Payable			(5,000)
Common stock issued			297,186
Common stock repurchased			(62,000)
Net cash provided by financing activities	22,908	13,755	404,066
Cash Flows used in Investing Activities			
Acquisition of equipment			(4,427)
Acquisition of investments			(64,903)
Net cash used in investing activities			(69,330)
Effect of exchange rate changes on cash			9,178
Net increase (decrease) in cash during the period	90	(6,263)	47
Cash (bank indebtedness), beginning of period	(43)	7,088	
Cash, end of period	47	825	47
Supplemental Information			
Interest and taxes paid in cash			

Capital Stock	3 Months Ended Nov. 30, 2012
Capital Stock [Abstract]	
Capital Stock	Note 4 Capital Stock

On May 31, 2004, the Company forward split its common stock on the basis of 20.3 new for 1 old. The number of shares issued and outstanding, par value and additional paid-in capital has been restated to give retroactive effect to the forward split of its common stock.

On February 18, 2011, the Company increased its authorized share capital from 100,000,000 to 150,000,000 common shares.

Private Placements

On May 31, 2004, the Company issued 20,007,680 common shares at $0.000049 per share, for total proceeds of $986. During June 2004, the Company issued 2,000,000 common shares at $0.01 per share, for total proceeds of $20,000. During June, July, and August 2004, the Company issued 81,000 common shares at $0.20 per share, for total proceeds of $16,200. On July 20, 2006, the Company issued 1,000,000 common shares at $0.20 per share, for total proceeds of $200,000. On July 27, 2007, the Company issued 300,000 common shares at $0.20 per share, for total proceeds of $60,000.

During the year ended August 31, 2006, the Company reacquired 2,000,000 common shares from a director of the Company for $2,000 pursuant to a promissory note, which was paid prior to August 31, 2006. The fair value of this transaction was recorded at $0.20 per share and consequently the Company has received a capital contribution of $398,000.

In December 2006, the Company received an order for production from the British Columbia Securities Commission to provide certain information and documents relating to, inter alia, the sale of the above noted 1,000,000 common shares at $0.20 per share to verify the availability of the registration and prospectus exemptions relied upon by the Company in offering such shares to residents of British Columbia. To resolve the matter, the Company issued a voluntary rescission offer to rescind any previous subscriptions of these shares and offered a full refund of the subscription monies. In lieu and in place of these shares, the Company offered an equivalent number of shares for sale pursuant to the updated private placement dated June 27, 2007. Of the nine original investors included in the 1,000,000 share private placement, three of these investors accepted the rescission offer at $0.20 per share and were refunded the total amount of their investment of $60,000 and 300,000 common shares were returned to treasury and cancelled. The remaining six investors rejected the rescission offer and three new investors completed and paid the remaining portion of the private placement by the payment of $60,000.

Related Party Transactions (Details) (USD $)	3 Months Ended		104 Months Ended	3 Months Ended		12 Months Ended	39 Months Ended			12 Months Ended		39 Months Ended	3 Months Ended			
	Nov. 30, 2012	Nov. 30, 2011	Nov. 30, 2012	Nov. 30, 2012 Director [Member]	Nov. 30, 2011 Director [Member]	Aug. 31, 2011 Officer [Member]	Aug. 31, 2011 Officer [Member]	Nov. 30, 2012 Officer [Member]	Aug. 31, 2012 Officer [Member]	Aug. 31, 2011 Spouse of Officer [Member]	Aug. 31, 2010 Spouse of Officer [Member]	Aug. 31, 2011 Spouse of Officer [Member]	Nov. 30, 2012 Wife of Officer [Member]	Nov. 30, 2011 Wife of Officer [Member]	Nov. 30, 2012 Director and Officer [Member]	Aug. 31, 2012 Director and Officer [Member]
Related Party Transactions (Textual) [Abstract]																
Monthly management fees							$ 2,600									
Accrued management fees from previous years was settled through the issuance of a convertible promissory note						118,300										
Management fees	30,300	30,300	594,700	7,800	7,800											
Management fees payable															44,400	36,600
Advance from officer of the Company								70,110	70,110							
Monthly payment for providing administrative services												1,800				
Administrative fees settled through issuance of convertible promissory note										63,000						
Administrative fees	5,400	5,400	97,266										5,400	5,400		
Administrative services payable													$ 34,200			