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

FORM 10-KSB

ANNUAL REPORT UNDER SECTION 13 OR 15(D) OF THE SECURITIES EXCHANGE ACT OF 1934

For the fiscal year ended April 30, 2004

Commission file number 333-68008

EFOODSAFETY.COM, INC.
(Exact name of small business issuer as specified in its charter)

NEVADA	62-1772151
(STATE OR OTHER JURISDICTION OF INCORPORATION OR ORGANIZATION)	I.R.S. EMPLOYER IDENTIFICATION NO.)

1361 KWANA COURT, PRESCOTT, AZ 86301
(Address of principal executive offices)

(928) 717-1088 (Issuer's telephone number)

Securities registered Under 12(g) of the Exchange Act

COMMON STOCK, $0.0001 PAR VALUE

Check whether the issuer (1) filed all reports required to be filed by Section 13 or 15(d) of the Exchange Act during the past 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes [X] No [ ]

Check if there is no 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 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]

Issuer's revenues for its most recent fiscal year: $2,383

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 sold, or the average bid and asked price of such common equity, as of a specified date within the past 60 days:

44,451,632 common shares @ $0.58(1) = 25,781,947.
(1)Market price at July 23, 2004.

As of July 26, 2004, the Company had 94,836,632 common shares issued and outstanding

Documents Incorporated By Reference: NONE

Transitional Small Business Disclosure Format: Yes [ ] No [X]

PART I

ITEM 1. DESCRIPTION OF BUSINESS.

This annual report contains forward-looking statements as that term is defined in the Private Securities Litigation Reform Act of 1995. These statements relate to future events or our future financial performance. In some cases, you can identify forward-looking statements by terminology such as "may", "will", "should", "expects", "plans", "anticipates", "believes", "estimates", "predicts", "potential" or "continue" or the negative of these terms or other comparable terminology. These statements are only predictions and involve known and unknown risks, uncertainties and other factors, including the risks in the section entitled "Risk Factors", that may cause our or our industry's actual results, levels of activity, performance or achievements to be materially different from any future results, levels of activity, performance or achievements expressed or implied by these forward-looking statements. Although we believe that the expectations reflected in the forward-looking statements are reasonable, we cannot guarantee future results, levels of activity, performance or achievements. Except as required by applicable law, including the securities laws of the United States, we do not intend to update any of the forward-looking statements to conform these statements to actual results.

As used in this annual report, the terms "we", "us", "our", and "eFood" mean eFoodSafety.com, Inc., unless otherwise indicated.

DESCRIPTION OF BUSINESS

eFoodSafety.com, Inc. was incorporated in Nevada on October 28, 1996 as DJH International, Inc. to market products through the Internet. The founder, Michael J. Daniels, saw a need for good products and services to be marketed traditionally and via the World Wide Web and sought opportunities through companies that had the ability to sell and deliver in a timely fashion.

On October 16, 2000, we entered into an agreement and plan of reorganization with Global Procurement Systems, Inc. whereby we acquired Global. As a result of the acquisition, we issued 37,620,000 common shares and changed our name to eFoodSafety.com, Inc. Upon the merger, Ms. Patricia Ross assumed the official duties as president and brought us to our present path toward development of sanitation services and products in the fruit and vegetable market worldwide.

On October 29, 2003, the Company issued 1,500,000 restricted shares of common stock to acquire Food Safe, Inc. As of October 29, 2003, Food Safe, Inc. is a wholly owned subsidiary of the Company.

In May 2004, the Company incorporated Knock-Out Technologies, Ltd. ("Knock-Out") as a wholly-owned subsidiary of the Company. Knock-Out is to be a manufacturer of all-natural, non-toxic, food-grade products.

We have undergone no bankruptcy, receivership or similar proceedings.

We were organized for the purpose of creating a corporate vehicle to seek, investigate and, if such investigation warrants, acquire an interest in one or more business opportunities presented to it. At this time,

we have completed a merger as per above, and have identified a specific business that we have targeted for operations. Success of the plan of operation is contingent on the prudent usage of funds raised, through equity and/or debt financing, to finance our food safety products and services business.

The company is still considered to be a development stage company. The company has little revenue and is dependent upon the raising of capital through placement of its common stock. There can be no assurance that we will be successful in raising the capital required through the sale of our common stock.

The U.S. Department of Agriculture has estimated that less than 2% of all fruits and vegetable are pathogen, or "germ free", at the initial packing point, and less still are provided with a way to continue to eliminate the growth of pathogens during the distribution cycle. Our research, covering the past four years and, along with our process development has demonstrated that our chemical-free Food Safe Program, utilizing ozone or electronic pasteurization, virtually eliminated all pesticides and pathogens, including E. Coli, Salmonella, and Listeria, at the packing house or distribution center. Pesticides are chemical sprays used on a product while it is growing in the field. The residue is left on the product under the normal packing process. Pathogens are bacteria typically classified as Salmonella, Listeria, and eColiH157. Please note that the Food Safe Process effectively removes both pesticides and pathogens. The Food Safety Program is intended to be a complete process that incorporates an application and monitoring system utilizing an ozonated wash to fresh fruit and vegetables. A monitoring device will continuously monitor water quality, Oxidation Reduction Potential (ORP), ph, and maintains continuous records that satisfy Hazard Analysis Critical Control Point (HACCP) requirements. The data supplied by the monitoring device is sent to the USDA to insure compliance with HACCP standards.

A "run-through" will be completed after the company has acquired a distribution facility, set up production lines, tested equipment, and insured that all FDA standards have been met or exceeded. From the time the company takes possession of a distribution facility, the first test run will be in thirty (30) days of that point. The company will be fully operational, including equipment, labor, sales, and product testing, approximately two (2) days after the test run. eFood's marketing plans will be initiated immediately and those clients currently awaiting commencement will be serviced.

The program will be marketed locally while the Company is in the process of seeking patent protection. In order to set up a potential customer base, the company will introduce its program to various parties in the fruit and vegetable industry, as well as various government officials. The company sales staff will carry out its marketing plan in the areas of produce sales, equipment sales, food safe audits, and distribution center access. The local marketing areas are the states of Arizona, California, Maryland, Nevada, Oregon and Washington.

The products and services provided by eFoodSafety are available in an array of formats. Our customers would not have to seek a membership to join the food safe program. We intend to supply machinery and materials to those patrons who will be leasing/purchasing the equipment and performing the process at their own (the vendor) facility. Please note that the equipment will be custom fabricated by eFoodSafety.com, at its Palm Springs manufacturing facility, thus causing the company to require a deposit from the customer in order to outlay any initial manufacturing costs. By performing the process in the vendor's facility, it will give an extended shelf life to the produce, including a reduction in pathogens, and an impression of sanitization to the end-customer, but the product will not meet any certification for Government standards due to cross contamination in packing, shipping, delivery, etc.

For the entire sanitization program to be deemed efficient, the process must be completed at the company's distribution facility upon it being acquired and operational. The results of such process shall exceed any FDA/USDA standards. As stated above, the company offers a variety of services implemental in a multitude of environments.

Therefore, billing for the company's products and services must be determined on a case-by-case basis further described below:

> Outline of the sanitization process listed by service and cost if the client brings the produce to the company-owned distribution facility for processing. This process exceeds any FDA, USDA Standards:

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1.	Inspection of Product Cost per unit	$	0.10
2.	Handling Product before Processing Cost per unit	$	0.15
3.	Food Safety Process/Packaging Cost per unit	$	2.50
4.	Chemical Inspection Cost per unit	$	0.25
5.	Sanitizing the Truck Cost per unit	$	0.15
6.	Cost of Delivery of Product Cost per unit	$	1.75

	Total Cost per unit	$	4.90
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</TABLE>

Please note that all prices are subject to change.

Outline of a la carte services available at the company-owned distribution facility without utilizing the sanitization process:

<TABLE>
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1.	Load Consolidation Cost per unit	$	1.00
2.	Store Drop Delivery Cost per unit	$	1.50
3.	Repacking Cost per unit	$	2.25
4.	Storage Cost per unit	$	0.50
5.	Sales/Marketing Cost per unit	$	1.00
6.	Transportation Cost per load	$	250.00

</TABLE>

Please note that all prices are subject to change.

Outline of services available at the customer's facility, not including the cost for leasing/purchasing eFood approved equipment:

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1.	Process Cost per unit	$	0.30

</TABLE>

Please note that a unit could be defined as follows: a) trays (berries); b) cartons (oranges, peppers, bananas); c) lugs (grapes, tomatoes); d) sacks (potatoes, cucumbers), etc.

The program will use common materials, as will the manufacture of equipment, so that we will have a multitude of vending sources from which to choose. In addition, we plan to market our products and services

so as not to become dependent on any one customer.

We also plan to market all services, products and produce through outside commissioned sales persons and through our website, http://www.e-foodsafety.com.

RISK FACTORS

An investment in our Common Stock offered hereby is speculative in nature and involves a high degree of risk. In addition to the other information contained in this filing, the following factors should be considered carefully before making any investment decisions with respect to purchasing our Common Stock. This filing contains, in addition to the lack of historical information, forward-looking statements that involve risks and uncertainties. Our actual results may differ materially from the results discussed in the forward-looking statements. This Risk Factors section includes all risks that we consider to be material.

(1) WE ARE A DEVELOPMENT STAGE COMPANY, WITH LIMITED OPERATING HISTORY, AND YOU COULD LOSE YOUR ENTIRE INVESTMENT.

Our business has not shown a profit. Since we commenced operations, we have accumulated a negligible net loss through the present. Although we expect to be profitable for the year ending April 30, 2005, we cannot assure that a year-end profit will be realized or that profitability will continue in the future.

(2) RISK OF ENTERING INTO TRANSACTIONS WITH PARTIES RELATED TO THE COMPANY

Our company intends to enter into an agreement with Clarence W. Karney, who is our CEO and a Director of the Company, for the right to use the Global Inspection Service (GIS) that is a concept created by Mr. Karney. The company plans to negotiate an agreement whereby GIS can be implemented and offered as a standard service. No contract has been entered into to date although a letter of intent to contract has been signed. Failure to reach a definitive agreement with Mr. Karney for the right to offer GIS could adversely affect the company's ability to continue in business. Furthermore, no assurances can be given that a contract entered into would be the product of arms length negotiations and result in terms favorable to the Company.

(3) FINANCIAL RISK OF DEPENDENCE ON KEY PERSONNEL.

The success of the company will depend to a great extent on Patricia Ross and her management team. These individuals may not remain with the company due to the lack of employment contracts. If we lose our key personnel, our business may suffer. We depend substantially on the continued services and performance of our senior management and, in particular, their contracts and relationships, especially within the fresh fruit and vegetable industry.

(4) RISK OF LOSS OF INVESTMENT DUE TO HIGHLY COMPETITIVE NATURE OF OUR INDUSTRY.

The market for sanitation products for fruits and vegetables is intensely competitive. We have limited operating history and minimal revenues from operations. We currently have assets and financial resources, but the company had operated at a loss for some time and must now fully execute its business plan. We are smaller than our national competitors, and consequently lack comparable financial resources to enter into

certain markets. In fact, we compete with several companies that specialize in the $5 billion dollar fruit and vegetable sanitation market. Most of these companies have longer histories, greater name recognition and more financial resources than we do. The success of the company will depend to a great extent on Patricia Ross and her select management team. There is no assurance that these individuals will remain with the company due to the lack of employment contracts.

(5) RISK OF INCURRING HIGH LEGAL COST DUE TO LITIGATION.

While the company is not currently involved in any litigation, that is no indication that the company will be precluded from being sued in the future. In the past, especially during periods of market volatility, securities class action litigation has often been instituted against companies similar to ours. Such litigation, if instituted, could result in substantial costs and diversions of management's attention and resources, which could have a material adverse effect on our business, results of operations and financial condition.

(6) RISK OF EXTERNAL INFLUENCES

The price or our stock could be affected by external influences, which are beyond our control. Examples of these influences are:

- An abrupt economic change resulting in an unexpected downturn in demand;
- Governmental restrictions or excessive taxes on imports;
- Over-abundance of products and services related to the sanitation industry;

(7) RISKS OF REDUCED LIQUIDITY OF "PENNY STOCKS"

The Securities and Exchange Commission has adopted regulations that generally define a "penny stock" as any equity security that has a market price of less than $5.00 per share and that is not traded on a national stock exchange, NASDAQ or the NASDAQ National Market System. Now, or sometime in the future, penny stocks could be removed from NASDAQ or the NASDAQ National Market System or the securities may become subject to rules of the Commission that imposes additional sales practice requirements on broker-dealers effecting transactions in penny stocks. In most instances, unless the purchaser a penny stock is (i) an institutional accredited investor, (ii) the issuer, (iii) a director, officer, general partner or beneficial owner of more than five per cent (5%) of any class of equity security of the issuer of the stock that is the subject of the transaction or (iv) an established customer of the broker-dealer, the broker-dealer must make a special suitability determination for the purchase of such securities and have received the purchaser's prior written consent to the transaction. Additionally, on any transaction involving the rules of the Commission require, among other things, the delivery, prior to the transaction, of a disclosure schedule prepared by the Commission relating to the penny stock market and the risks associated with investing in penny stocks. The broker dealer also must disclose the commissions payable to both the broker-dealer and registered representative and current quotations for the securities. Finally, among other requirements, monthly statements must be sent to the purchaser of the penny stock disclosing recent price information for the penny stock held in the purchaser's account and information on the limited market in penny stocks. Consequently, the penny stock rules may restrict the ability of broker-dealers to sell the securities and may affect the ability of purchasers to sell the securities in the secondary market.

(8) RISK DUE TO MINORITY STATUS OF NEW INVESTORS

Our directors and executive officers beneficially own approximately 50,385,000 common shares; approximately 53.12% of the outstanding common stock if all the shares offered are sold. As a result, these stockholders, if they act as a group, will have a significant influence on all matters requiring stockholder approval, including the election of directors and approval of significant corporate transactions. Such control may have the effect of delaying or preventing a change in control of the Company.

(9) RISKS DUE TO RESALE RESTRICTIONS IMPOSED BY STATE "BLUE SKY LAWS"

There are state regulations, which might affect the transferability of our shares. We have not registered its shares for resale under the securities or "blue sky" laws of any state and we have no plans to register or qualify its shares in any state. Current shareholders, and persons who desire to purchase the shares in any trading market that may develop in the future, should be aware that there may be significant state restrictions upon the ability of new investors to purchase the securities.

SEC and "blue sky" laws, regulations, orders, or interpretations place limitations on offerings or sales of securities by development stage companies, or if such securities represent "cheap stock" previously issued to promoters or others. These limitations typically provide, in the form of one or more of the following limitations, that such securities are:

- o not eligible for sale under exemption provisions permitting sales without registration to accredited investors or qualified purchasers;
- o not eligible for the transactional exemption from registration for non-issuer transactions by a registered broker-dealer;
- o not eligible for registration under the simplified small corporate offering registration (SCOR) form available in many states;
- o required to be placed in escrow and the proceeds received held

in escrow subject to various limitations; or

- o not permitted to be registered or exempted from registration, and thus not permitted to be sold in the state under any circumstances.

Virtually all 50 states have adopted one or more of these limitations, or other limitations or restrictions affecting the sale or resale of stock of development stage companies, or "cheap stock" issued to promoters or others.

Specific limitations on offerings by development stage companies have been adopted in:

Alaska	Maryland	Rhode Island
Arkansas	Nebraska	South Carolina
California	New Mexico	South Dakota
Delaware	Ohio	Tennessee
Florida	Oklahoma	Utah
Georgia	Oregon	Vermont
Idaho	Pennsylvania	Washington
Indiana		

Any secondary trading market, which may develop, may only be conducted in those jurisdictions where an applicable exemption is available or where the shares have been registered.

ITEM 2. DESCRIPTION OF PROPERTY.

The issuer has an office and equipment in Prescott, Arizona and an equipment manufacturing facility in North Palm Springs, California. The Company has finalized a lease for 10,000 square feet of industrial warehouse space to be used as a manufacturing facility. The warehouse space is located at 19125 N. Indian Avenue North, Palm Springs, California. This is a two year lease beginning June 1, 2004. The Company will pay $4,500 per month for the lease.

ITEM 3. LEGAL PROCEEDINGS.

We know of no material, active or pending legal proceedings against our company, nor are we involved as a plaintiff in any material proceeding or pending litigation. There are no proceedings in which any of our directors, officers or affiliates, or any registered or beneficial shareholder, is an adverse party or has a material interest adverse to our interest.

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

None.

PART II

ITEM 5. MARKET FOR COMMON EQUITY AND RELATED STOCKHOLDER MATTERS.

The stock is traded on the OTC Bulletin Board with the trading symbol EFSF.OB..

The following table set forth the high and low bid of the Company's Common Stock for each quarter within the past two years. The Company's Common Stock was not publicly traded during the year ended April 30, 2003, and during the first quarter of the year ended April 30, 2004.

2004:	HIGH	LOW
First Quarter	$ -	$ -
Second Quarter	$ 0.68	$ 0.15
Third Quarter	$ 0.53	$ 0.32
Fourth Quarter	$ 0.69	$ 0.36

As of July 26, 2004, there were 94,836,632 shares of common stock issued and outstanding that were held of record by approximately 40 shareholders. We have 37,620,000 outstanding common shares registered for resale by the selling shareholders in accordance with the Securities Act of 1933 and we are in the process of applying with the OTC Bulletin Board.

DIVIDEND POLICY

We don't plan to pay dividends at this time. We don't expect to pay dividends on common stock anytime soon. Our board will decide on any future payment of dividends, depending on our results of operations, financial condition, capital requirements, and any other relevant factors.

TRANSFER AGENT AND REGISTRAR

The transfer agent and registrar for our common stock is Signature Stock Transfer, Inc., 2301 Ohio Drive, Suite #100, Plano, Texas 75093; telephone (972) 612-4120.

RECENT SALES OF UNREGISTERED SECURITIES

On October 29, 2003, the Company issued 1,500,000 restricted shares of common stock to acquire Food Safe, Inc. As of October 29, 2003, Food Safe, Inc. is a wholly owned subsidiary of the Company.

On November 10, 2003, the Company issued 1,800,000 shares of common stock for general and administrative expenses valued at $30,000.

On April 19, 2004, the Company issued 200,000 shares of common stock for general and administrative expenses valued at $100,000.

On April 21, 2004, the Company issued 1,500,000 shares of common stock for research and development expenses valued at $750,000.

During March and April of 2004, the Company issued 40,816 shares of common stock for general and administrative expenses valued at $19,184.

On November 14, 2003, the Company changed the number of authorized Common shares from 50,000,000 to 500,000,000. Par value of the Company's Common shares was changed from $.0005 to $.0001. On December 5, 2003, the Company did a 3 for 1 forward stock split. All references in the accompanying financial statements to the number of Common shares and per-share amounts since inception have been restated to reflect the equivalent number of post stock split shares.

ITEM 6. MANAGEMENT'S DISCUSSION AND ANALYSIS OR PLAN OF OPERATION.

We plan to market all services, products and produce through already established relationships between management and potential clients, as well as through outside commissioned sales persons and through our website, http://www.e-foodsafety.com.

All funds raised by the company, if any, derived either through a debt and/or equity financing, will be allocated to a tentative plan of operations for the next twelve (12) months outlined as follows:

First 45 Days (Pre-Opening)

* Set Up West Coast Facility
* Set Up all administrative operations for the west coast facility including job descriptions, & hiring for positions
* Set Up Safe Processing Room
* Start Food Safe Audit Program
* Start Quality Condition Inspection Program
* Write Contracts for all services
* Run Through of Food Safe Process

* Begin Patent Process for Food Safe Process
* Start equipment manufacturing of truck washers
* Start writing the specifications for all government agencies of Food Safe produce, eggs, poultry and meat

Month One
* Food Safe Produce
* Process west coast facility in full operation
* All services in operation at west coast facility
* Set contracts for all food safe products
* Start selling Food Safe Produce to government agencies
* Start retail, food service sales of Food Safe Produce
* Open negotiations for Mexico border facility
* Open truck washing facilities
* Open negotiations for New York/ New Jersey facility

Month Two
* Increase equipment sales
* Open three truck-washing facilities
* Open first Mexico border facility Increase food safe audit program * Increase our brand name Food Safe produce sales operations

Month Three
* Open first facility in New York/ New Jersey
* Increase government contracts
* Expand quality inspection program Increase first operation on the Mexico border * Open three more truck washing facilities * Increase equipment sales

Month Four
* Increase volume of Food Safe produce sales of east and west facilities
* Introduce seminars reference word food safety
* Increase government services for food safety
* Open two truck-washing facilities

Month Five
* Start the process to open first port facility
* Open next facility on the Mexico border
* Increase Food Safe audit program
* Open five truck-washing facilities

Month Six
* Increase contract client base
* Expand sales for the New York/New Jersey facility
* Open four truck-washing facilities

Month Seven
* Open first port facility on the east coast
* Expand Food Safe audit program to Mexico and Canada
* Expand the government sales program

Month Eight
* Open a concentrated advertising program for our food safe
* Increase client base for inspection, chemical inspection
* Open five truck-washing facilities

Month Nine
* Increase sales at all facilities
* Look for join venture partners
* Open three truck-washing facilities

Month Ten
* Survey international market place
* Start international sale of Food Safe Produce
* Open additional Mexico border facility

* Open four truck-washing facilities
* Start first operation in New Zealand

Month Eleven

* Increase Sales at all facilities
* Open the Health Food Produce Program
* Open discussion with the Food Drug Administration, Customs and United States Department of Agriculture for Food Safe Audit Programs
* Open seven truck-washing facilities

Month Twelve

* Evaluate opening three facilities for the south, central and northwest United States
* Move into the South American markets
* Increase international Food Safe Audit program
* Expand into the organic produce market
* Open twelve truck-washing facilities

COMPETITION

The on-line food-safe products and services marketplace is in its infancy, with no dominant business-to- business leader.

The fresh fruits, vegetables and produce industries are extremely competitive and have become highly fragmented over the years. Operators have been attempting to hold or increase market share through the development and operating of traditional sales and distribution outlets. We believe that on-line marketing will be effective and that others will emulate our business model.

There are presently, to the best of our knowledge, no companies that provide complete inspection services, processes and equipment. There are, however, competitors that do provide partial food-safe programs.

We will compete with many different companies regarding certain commodities in the market place including, but not limited to:

* Dole, Castle & Cook, Del Monte, Baskovitch, Redi Pack, Grimmway Farms, Tony Vitrano, Fresh Express, T& A, Fresh America, Sysco, Wal-Mart, K Mart, Costco, Cub Stores, Super Value, Fresh Point, AmeriServ, Kraft, and Monarch Foods;

* Safeway, Albertons's, Winn Dixie, Publix, Kroger, Food Lion, Stop & Shop, Wegman's, Giant Foods, Path Mart, Cash & Carry and Raley's;

* Burger King, Wendy's, McDonald's, In and Out Burger, Chili's Subway, Hardee's, Jack-in-the Box, White House, What-a-Burger, PepsiCo, Hyatt Hotels, Marriott Hotels and Hilton Hotels

* Private inspection services such as McDonalds's Inspections and FBI Inspections.

The only license required will be a PACA (Perishable Agricultural Commodities Act) License and a State's License issued by the State Department in each state the company is conducting its business. On December 9, 2003, the Company received its PACA license from the U.S. Department of Agriculture.

The management team will eventually consist of approximately ten officers and/or directors. Six supervisors will oversee the operations divisions at each distribution center. The employees at each facility will be contracted through local vendors. Mr. Karney, his colleagues, and associates plan to devote one hundred percent of their professional time to the success of the business.

EMPLOYEES

We currently have six (6) paid full time employees.

CRITICAL ACCOUNTING POLICIES

Our critical accounting policies are those which we believe require significant judgements, often as a result of the need to make estimates about the effect of matters that are inherently uncertain. A discussion of our critical accounting policies is set forth in the Notes to our Financial Statements included as part of this Report.

ITEM 7. FINANCIAL STATEMENTS.

The financial statements of the Company and supplementary data are included beginning immediately preceding the signature page to this report.

ITEM 8. CHANGES IN AND DISAGREEMENTS WITH ACCOUNTANTS ON ACCOUNTING AND FINANCIAL DISCLOSURE.

There are not and have not been any disagreements between the Company and its accountants on any matter of accounting principles, practices or financial statements disclosure.

PART III

ITEM 9. DIRECTORS, EXECUTIVE OFFICERS, PROMOTERS AND CONTROL PERSONS; COMPLIANCE WITH SECTION 16(A) OF THE EXCHANGE ACT.

The management team consisting of the following individuals is conducting the business of the company:

<TABLE>
<CAPTION>

NAME	POSITION	AGE
<S>		<C>
PATRICIA ROSS-GRUDEN	PRESIDENT/TREASURER/DIRECTOR	63
CLARENCE W. KARNEY	CEO/CFO/SECRETARY/DIRECTOR	64
RICHARD SPEIDELL	CHIEF OPERATIONS OFFICER/DIRECTOR	59
WILLIAM R. NELSON	DIRECTOR OF RESEARCH AND DEVELOPMENT/DIRECTOR	69
ROBERT BOWKER	PRESIDENT OF KNOCK-OUT TECHNOLOGIES, LTD/DIRECTOR	55
RALPH BAUGHMAN	DIRECTOR	65
SCOTT MCFEE	DIRECTOR	46

</TABLE>

BUSINESS EXPERIENCE OF DIRECTORS

PATRICIA ROSS-GRUDEN is the President/Treasurer and a Director and has served in those capacities since the merger of DJH International, Inc. and Global Procurement Systems now renamed eFoodSafety.com, Inc. Ms. Ross-Gruden had been selected as one of the ten most influential women in the transportation and travel industry and honored as one of the 100 most influential women in Arizona. Ms. Ross was with Prime World Travel, Inc. and succeeded in the turnaround of this net-deficit organization by achieving a 375% turnaround in annual sales. Ms. Ross was elected the first woman President of the Chamber of Commerce in Arizona, selected to represent Arizona at the White House Conference for Small Business and was President of the Board of Directors for the Arizona Small Business Association.

CLARENCE W. KARNEY, Chairman, CEO, CFO, and Director has over nineteen years experience with the Federal Government Department of Defense and the USDA. He founded Karney & Associates and spent fifteen years building the company as a leader in the operations and inspections of fresh fruit and vegetables from Central America. Mr. Karney is a member of the United Fresh Fruit and Vegetable Association, Western Growers Association, Institute of Food Technologists, International Food Processors, Fresh Cut Produce Association, and the Produce Marketing Association.

RICHARD SPEIDELL, Chief Operations Officer and Director, is a 35 year veteran in the produce and marketing industries whose responsibilities have encompassed procurement, retail, quality assurance, warehousing, distribution, and production. As demonstrated by Mr. Speidell's impressive career history, he provides the Company with the proper skill and ability to carry forward his corporate duties as COO, as well as impart direction to the present operations and future endeavors of the Company. He is a pivotal point of contact and an integral part of the decision-making activities for the management team, while working in all levels of the business.

WILLIAM R. NELSON, Director of Research and Development and Director, has been a well-known pioneer of the use of ozonated ice in the Alaskan fisheries. After spending more than a decade at the University of Washington, as a senior developer, College of Fisheries and Food Science, Bill applied for and received three consecutive grants, from the Alaska Department of Commerce. He proved in his grant studies that by using an ozonated rinse, and ozonated ice to remove bacteria, that he could significantly improve the quality of the product, and extend the shelf life. Since then, he has worked relentlessly on developing methods of simplifying the practical application of ozone for food safety. After nearly a million dollars worth of prototypes and research, Mr. Nelson now has several patented equipment designs that will be available for exclusive use by e-FoodSafety.com, Inc. For the past ten years, Mr. Nelson was President and Founder of Clean Air & Water Systems, Inc. which specialized in the application of chemical-free ozone solutions to the seafood, beef, pork, poultry, and produce industries on all commercial levels.

ROBERT BOWKER, President of Knock-Out Technologies, Ltd. and Director, has an extensive background in herbs, natural supplements and natural healing. Mr. Bowker has been involved with exotic and domestic animals since childhood, thus finding himself challenged with varying diseases and illnesses with these animals. The challenge was to effectively treat the viral, bacterial, and protozoan borne illnesses while doing no harm to the animal. Mr. Bowker began experimenting with an unorthodox approach on humans, using acquired knowledge, intuition, and true passion for the work. Further, having traveled on three continents, Mr. Bowker's proficiency in holistic methods and natural healing properties was also broadened.

RALPH BAUGHMAN, Director, is the majority stockholder of International Fumigators, Inc. and has been involved in the fumigation business for over forty years. His company, holding licenses with both the Texas and Louisiana Departments of Agriculture, provides pest control services to waterfront related import/export companies and steamship lines. Mr. Baughman will be relied on by the Company for consult due to his vast experience, involvement in the industry, and knowledge of current fumigation technology.

SCOTT MCFEE, Director, has over ten years experience in various operational, distribution and production capacities with Del Monte Fresh Produce. In his most recent position he was General Manager for Production and Distribution for Del Monte in Sanger, California, a 250,000 square foot packing and cooling facility. As G.M., Mr. McFee was responsible for a budget of approximately $14 million per year and 230 employees. Prior to Del Monte, Mr. McFee was employed at Sea-Land Service for seven years in various supervisory and advisory positions.

COMPLIANCE WITH SECTION 16(A) OF THE EXCHANGE ACT

Section 16(a) of the Securities Exchange Act of 1934, as amended, requires that our executive officers and directors and persons who own more than 10% of a registered class of our equity securities file with the Securities and Exchange Commission initial statements of beneficial ownership, reports of changes in ownership and annual reports concerning their ownership of our common stock and other equity securities, on Forms 3, 4 and 5 respectively. Executive officers, directors and greater than 10% shareholders are required by the Securities and Exchange Commission regulations to furnish us with copies of all Section 16(a) reports they file.

To the best of our knowledge, during the fiscal year ended April 30, 2004, all executive officers, directors and greater than 10% shareholders filed the required reports in a timely manner.

AUDIT COMMITTEE FINANCIAL EXPERT

The Company's board of directors does not have an "audit committee financial expert," within the meaning of such phrase under applicable regulations of the Securities and Exchange Commission, serving on its audit committee. The board of directors believes that all members of its audit committee are financially literate and experienced in business matters, and that one or more members of the audit committee are capable of (i) understanding generally accepted accounting principles ("GAAP") and financial statements, (ii) assessing the general application of GAAP principles in connection with our accounting for estimates, accruals and reserves, (iii) analyzing and evaluating our financial statements, (iv) understanding our internal controls and procedures for financial reporting; and (v) understanding audit committee functions, all of which are attributes of an audit committee financial expert. However, the board of directors believes that there is not any audit committee member who has obtained these attributes through the experience specified in the SEC's definition of "audit committee financial expert." Further, like many small companies, it is difficult for the Company to attract and retain board members who qualify as "audit committee financial experts," and competition for these individuals is significant. The board believes that its current audit committee is able to fulfill its role under SEC regulations despite not having a designated "audit committee financial expert."

ITEM 10. EXECUTIVE COMPENSATION.

During the year ended April 30, 2004, Clarence W. Karney, C.E.O. of the Company received $19,700 in compensation. During the year ended April 30, 2004, no officer received compensation in excess of $100,000. It is possible that upon completion of an equity financing a compensation package will be developed, however there is no time frame for the foreseeable future. The Board of Directors will determine compensation of executives and shareholders of the company will not have the opportunity to vote on or approve such compensation. The Board of Directors will be developing a compensation package that will be within industry standards for executives similarly situated with other companies in the same industry.

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

The following table sets forth, as at July 26, 2004, certain information with respect to the beneficial ownership of our common stock by each shareholder known by us to be the beneficial owner of more than five percent (5%) of our common stock, and by each of our current directors and executive officers, and all executive officers and directors as a group. Each person has sole voting and investment power with respect to the shares of common stock, except as otherwise indicated. Beneficial ownership consists of a direct interest in the shares of common stock, except as otherwise indicated.

Name and Address of Beneficial Owner	Shares Beneficially Owned (1)	Percentage of Common Stock
Clarence W. Karney 3244 Oakview Drive Visalia, CA 93277	25,192,500	26.56
Patricia Ross		

350 West Caldwell Ave. Visalia, CA 9327	25,192,500	26.56
All Officers and Directors as a group (2 in number)	50,385,000	53.12

(1) The information contained in this table with respect to beneficial ownership reflects "beneficial ownership" as defined in Rule 13d-3 under the Exchange Act. All information with respect to the beneficial ownership of any shareholder has been furnished by such shareholder and, except as otherwise indicated or pursuant to community property laws, each shareholder has sole voting and investment power with respect to shares listed as beneficially owned by such shareholder. Pursuant to the rules of the Commission, in calculating percentage ownership, each person is deemed to beneficially own shares subject to options or warrants exercisable within 60 days of the date of this Filing, but shares subject to options or warrants owned by others (even if exercisable within 60 days) are deemed not to be outstanding.

CHANGES IN CONTROL

We are unaware of any contract or other arrangement, the operation of which may, at a subsequent date, result in a change in control of our company.

Presently in the by-laws there are no provisions that could delay a change in control of the company.

ITEM 12. CERTAIN RELATIONSHIPS AND RELATED TRANSACTIONS.

To the best of the company's knowledge there are no transactions involving any Director, Executive Officer, any nominee for election as a Director or Officer or any security holder who is a beneficial owner or any member of the immediate family of the same. The Global Inspection Service (GIS) concept was created by Mr. Karney in l997 to provide time-sensitive information on the availability, grade, and location of fresh fruit and vegetables in the worldwide market place. This information is designed to be provided to companies, organizations and individuals involved in sales, purchase, transportation or distribution segments of the industry. GIS is a sole proprietorship owned by Mr. Karney, however no definitive agreement has been reached to date regarding the purchase of the GIS rights by eFoodSafety.com, Inc. The company plans to negotiate an agreement whereby GIS can be implemented and made a standard service offered by eFoodSafety.com, Inc. This concept would provide the company the ability to offer key data to growers, buyers, and sellers in a cost effective manner giving a uniformity of grading for all markets. Failure to reach a definitive agreement with Mr. Karney for the right to offer GIS could adversely affect the company's ability to continue in business. Furthermore, no assurances can be given that a contract entered into would be the product of arms length negotiations and result in terms favorable to the Company. International Fumigators, Inc. is a fumigation company based in Houston, Texas. There is a definitive agreement between eFood and International Fumigators to contract for services including; a.) Fumigation services at company plant facilities; b.) Distribution of food safe produce processed at company facilities for distribution to customers in Texas and Mexico; c.) Export and import fumigation on all eFood produce; and d.) Purchase of three truck washers for use in a joint operation in the Houston, Texas area.

During 2004 and 2003, shareholders have paid general and administrative expenses on behalf of the Company. These payments have been recorded as expenses and as paid-in capital to the Company. The

amount of paid-in capital contributed by shareholders totaled $24,630 and $37,459 for the years ended April 30, 2004 and 2003 respectively.

During the year ended April 30, 2004, shareholders loaned the Company $325,000. The notes are payable in lump-sum including interest at 5% on July 9, 2009. Interest on the notes began accruing on February 3, 2004.

ITEM 13. EXHIBITS AND REPORTS ON FORM 8-K.

Reports on Form 8-K

None

Exhibits

Exhibits Required by Item 601 of Regulation S-B

(3) ARTICLES OF INCORPORATION AND BY-LAWS

3.1 Articles of Incorporation (incorporated by reference from our Registration Statement on Form SB-2 as amended on February 4, 2003)

3.2 Corporate Bylaws (incorporated by reference from our Registration Statement on Form SB-2 as amended on February 4, 2003)

31 Certification Pursuant to Section 302 of the Sarbanes-Oxley Act of 2002.

32 Certification Pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.

ITEM 14. CONTROLS AND PROCEDURES

The Company's Chief Executive Officer and Chief Financial Officer have concluded, based on an evaluation conducted within 90 days prior to the filing date of this annual report on Form 10-KSB, that the Company's disclosure controls and procedures have functioned effectively so as to provide those officers the information necessary whether:

(i) this annual report on Form 10-KSB contains any untrue statement of a material fact or omits 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 annual report on Form 10-KSB, and

(ii) the financial statements, and other financial information included in this annual report on Form 10-KSB, fairly present in all material respects the financial condition, results of operations and cash flows of the Company as of, and for, the periods presented in this annual report on Form 10-KSB.

There have been no significant changes in the Company's internal controls or in other factors since the date of the Chief Executive Officer's and Chief Financial Officer's evaluation that could significantly affect these internal controls, including any corrective actions with regards to significant deficiencies and material weaknesses.

ITEM 15. PRINCIPAL ACCOUNTANT FEES & SERVICES

The following is a summary of the fees billed to us by Robison, Hill & Company for professional services rendered for the years ended April 30, 2004 and 2003:

Service	2004	2003
Audit Fees	$ 8,925	$ 8,213
Audit-Related Fees	-	-
Tax Fees	-	-
All Other Fees	-	-
Total	$ 8,925	$ 8,213

AUDIT FEES. Consists of fees billed for professional services rendered for the audits of our consolidated financial statements, reviews of our interim consolidated financial statements included in quarterly reports, services performed in connection with filings with the Securities & Exchange Commission and related comfort letters and other services that are normally provided by Robison, Hill & Company in connection with statutory and regulatory filings or engagements.

TAX FEES. Consists of fees billed for professional services for tax compliance, tax advice and tax planning. These services include assistance regarding federal, state and local tax compliance and consultation in connection with various transactions and acquisitions.

Audit Committee Pre-Approval of Audit and Permissible Non-Audit Services of Independent Auditors

The Audit Committee, is to pre-approve all audit and non-audit services provided by the independent auditors. These services may include audit services, audit-related services, tax services and other services as allowed by law or regulation. Pre-approval is generally provided for up to one year and any pre-approval is detailed as to the particular service or category of services and is generally subject to a specifically approved amount. The independent auditors and management are required to periodically report to the Audit Committee regarding the extent of services provided by the independent auditors in accordance with this pre-approval and the fees incurred to date. The Audit Committee may also pre-approve particular services on a case-by-case basis.

The Audit Committee pre-approved 100% of the Company's 2004 audit fees, audit-related fees, tax fees, and all other fees to the extent the services occurred after May 6, 2003, the effective date of the Securities and Exchange Commission's final pre-approval rules.

EFOODSAFETY.COM, INC.
(A DEVELOPMENT STAGE COMPANY)

-:-

INDEPENDENT AUDITOR'S REPORT

APRIL 30, 2004 AND 2003

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INDEPENDENT AUDITOR'S REPORT

eFoodSafety.com, Inc. & Subsidiary
(A Development Stage Company)

We have audited the accompanying balance sheets of eFoodSafety.com, Inc. & Subsidiary (a development stage company) as of April 30, 2004 and 2003, and the related statements of operations and cash flows for the years ended April 30, 2004 and 2003 and the cumulative from January 28, 1998 (inception) to April 30, 2004, and the statement of stockholders' equity from January 28, 1998 (inception) to April 30, 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 audit in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit 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 eFoodSafety.com, Inc. & Subsidiary (a development stage company) as of April 30, 2004 and 2003, and the results of its operations and its cash flows for the years ended April 30, 2004 and 2003 and the cumulative from January 28, 1998 (inception) to April 30, 2004 in conformity with accounting principles generally accepted in the United States of America.

The accompanying consolidated financial statements have been prepared assuming the Company will continue as a going concern. As discussed in Note 1 to the consolidated financial statements, the Company has suffered recurring losses from operations and has no established source of revenue. This raises substantial doubt about its ability to continue as a going concern. Management's plans in regard to these matters are described in Note 1. These consolidated financial statements do not include any adjustments that might result from the outcome of this uncertainty.

Respectfully submitted

/s/ Robison, Hill & Co.
Certified Public Accountants

Salt Lake City, Utah
July 28, 2004

EFOODSAFETY.COM, INC.
(A Development Stage Company)
CONSOLIDATED BALANCE SHEETS

<TABLE>
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	April 30, 2004	April 30, 2003
Assets:		
Current Assets		
Cash	$ 83,600	$ -
Inventory	47,107	-
Total Current Assets	130,707	-
Fixed Assets		
Equipment	45,000	-
Total Assets	$ 175,707	$ -
Liabilities:		
Current Liabilities		
Accounts Payable	$ 260	$ 2,525
Long-Term Liabilities		
Notes Payable	325,000	-
Accrued Interest	3,873	-
Total Liabilities	329,133	2,525
Stockholders' Equity:		
Common Stock, $.0001 Par Value Authorized 500,000,000 shares, Issued 93,045,816 at April 30, 2004 And 88,005,000 at April 30, 2003	9,305	8,800
Paid-In Capital	2,207,634	634,325
Deficit Accumulated During the Development Stage	(2,370,365)	(645,650)
Total Stockholders' Equity	(153,426)	(2,525)
Total Liabilities and Stockholders' Equity	$ 175,707	$ -

</TABLE>

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

EFOODSAFETY.COM, INC.
(A Development Stage Company)
CONSOLIDATED STATEMENTS OF OPERATIONS

<TABLE>
<CAPTION>

	For the year ended April 30, 2004	2003	Cumulative since January 28, 1998 inception of development stage
<S>	<C>	<C>	<C>
Revenues	$ 2,383	$ -	$ 2,383
Cost of Sales	780	-	780
Gross Profit	1,603	-	1,603
Expenses			
Research and Development	1,408,500	-	1,408,500
General and Administrative	313,945	-	959,595
Total Expenses	1,722,445	32,129	2,368,095
Net Loss from Operations	(1,720,842)	(32,129)	(2,366,492)
Interest Expense	(3,873)	-	(3,873)
Net Loss	$ (1,724,715)	$ (32,129)	$ (2,370,365)
Basic & Diluted loss per share	$ (0.02)	$ -	
Weighted Average Shares	89,716,927	29,335,000	

</TABLE>

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

EFOODSAFETY.COM, INC.
(A Development Stage Company)
CONSOLIDATED STATEMENT OF STOCKHOLDERS' EQUITY
SINCE JANUARY 28, 1998 (INCEPTION) TO APRIL 30, 2004

<TABLE>
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Common Stock Shares	Common Stock Par Value	Paid-In Capital	Deficit Accumulated Since January 28, 1998 Inception of Development Stage

<S>	<C>	<C>	<C>	<C>
Balance at January 28, 1998 (inception)	-	$ -	$ -	$ -
February 9, 1998 Issuance of Stock for cash	16,795,000	8,397	(4,487)	-
Capital contributed by shareholder	-	-	44,154	-
Net Loss	-	-	-	(48,064)
Balance at April 30, 1998	16,795,000	8,397	39,667	(48,064)
Retroactive adjustment for 3 to 1 Stock split and change in par value From $.0005 to $.0001	33,590,000	(3,359)	3,359	-
Restated balance at April 30, 1998	50,385,000	5,038	43,026	(48,064)
Capital contributed by shareholder	-	-	265,612	-
Net Loss	-	-	-	(265,612)
Balance at April 30, 1999	50,385,000	5,038	308,638	(313,676)
Capital contributed by shareholder	-	-	246,897	-
Net Loss	-	-	-	(246,897)
Balance at April 30, 2000	50,385,000	5,038	555,535	(560,573)
October 16, 2000 Shares issued for Acquisition of GPS	37,620,000	3,762	(3,762)	-
Capital contributed by shareholder	-	-	23,101	-
Net Loss	-	-	-	(23,101)
Balance at April 30, 2001	88,005,000	8,800	574,874	(583,674)
Capital contributed by shareholder	-	-	21,992	-
Net Loss	-	-	-	(29,847)
Balance at April 30, 2002	88,005,000	8,800	596,866	(613,521)

</TABLE>

EFOODSAFETY.COM, INC.
(A Development Stage Company)
CONSOLIDATED STATEMENT OF STOCKHOLDERS' EQUITY
SINCE JANUARY 28, 1998 (INCEPTION) TO APRIL 30, 2004
(continued)

<TABLE>
<CAPTION>

	Common Stock			Deficit Accumulated Since January 28, 1998 Inception of
	Shares	Par Value	Paid-In Capital	Development Stage
<S>	<C>	<C>	<C>	<C>
Capital contributed by shareholder	-	$ -	$ 37,459	$ -
Net Loss	-	-	-	(32,129)
Balance at April 30, 2003	88,005,000	8,800	634,325	(645,650)
Common stock issued to acquire Food Safe, Inc.	1,500,000	150	649,850	-
Common stock issued for expenses	3,540,816	355	898,829	-

Capital contributed by shareholder	-	-	24,630	-
Net Loss	-	-	-	(1,724,715)
Balance at April 30, 2004	93,045,816	$ 9,305	$ 2,207,634	$ (2,370,365)

</TABLE>

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

EFOODSAFETY.COM, INC.
(A Development Stage Company)
CONSOLIDATED STATEMENTS OF CASH FLOWS

<TABLE>
<CAPTION>

	For the year ended April 30,		Cumulative Since January 28, 1998 Inception of Development
	2004	2003	Stage
CASH FLOWS FROM OPERATING ACTIVITIES:			
<S>	<C>	<C>	<C>
Net Loss	$ (1,724,715)	$ (32,129)	$ (2,370,365)
Common stock issued for expenses	1,549,184	-	1,549,184
(Increase) Decrease in Inventory	(47,107)	-	(47,107)
Increase (Decrease) in Accrued Interest	3,873	-	3,873
Increase (Decrease) in Accounts Payable	(2,265)	(5,330)	260
Net Cash Used in operating activities	(221,030)	(37,459)	(864,155)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of equipment	(45,000)	-	(45,000)
Net cash provided by investing activities	(45,000)	-	(45,000)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Proceeds from sale of stock	-	-	3,910
Proceeds from loans	325,000	-	325,000
Capital contributed by shareholder	24,630	37,459	663,845
Net cash provided by Financing Activities	349,630	37,459	992,755
Net (Decrease) Increase in			

Cash and Cash Equivalents	83,600	-	83,600
Cash and Cash Equivalents at Beginning of Period	-	-	-
Cash and Cash Equivalents at End of Period	$ 83,600	$ -	$ 83,600

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:

Cash paid during the year for:			
Interest	$ -	$ -	$ -
Franchise and income taxes	$ -	$ -	$ -

</TABLE>

EFOODSAFETY.COM, INC.
(A Development Stage Company)
CONSOLIDATED STATEMENTS OF CASH FLOWS
(continued)

SUPPLEMENTAL DISCLOSURE OF NON-CASH INVESTING AND FINANCING ACTIVITIES:

On October 16, 2000, the Company issued approximately 37,620,000 shares of common stock, par value $.0005, to acquire Global Procurement Systems.

On October 29, 2003, the Company issued 1,500,000 restricted shares of common stock to acquire Food Safe, Inc. As of October 29, 2003, Food Safe, Inc. is a wholly owned subsidiary of the Company.

On November 10, 2003, the Company issued 1,800,000 shares of common stock for general and administrative expenses valued at $30,000.

On April 19, 2004, the Company issued 200,000 shares of common stock for general and administrative expenses valued at $100,000.

On April 21, 2004, the Company issued 1,500,000 shares of common stock for research and development expenses valued at $750,000.

During March and April of 2004, the Company issued 40,816 shares of common stock for general and administrative expenses valued at $19,184.

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

EFOODSAFETY.COM, INC.
(A Development Stage Company)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of accounting policies for eFoodSafety.com, Inc. & Subsidiary (a development stage company) is presented to assist in understanding the Company's consolidated financial statements. The accounting policies conform to generally accepted accounting principles and have been consistently applied in the preparation of the consolidated financial statements.

Organization and Basis of Presentation

The Company was incorporated in Nevada on October 28, 1996 as DJH International, Inc. to market products through the Internet. On October 16, 2000, the Company entered into an agreement and plan of reorganization with Global Procurement Systems, Inc. ("GPS") whereby the Company acquired GPS. This business combination was accounted for as a reverse merger with GPS being the surviving entity for financial reporting purposes. As a result of the acquisition, the Company issued 37,620,000 shares of common stock in exchange for the outstanding shares of GPS and changed its name to eFoodSafety.com, Inc.

GPS was incorporated under the laws of the State of Nevada on January 28, 1998. Since January 28, 1998 the Company is in the development stage, and has not commenced planned principal operations.

On October 29, 2003, the Company issued 1,500,000 restricted shares of common stock to acquire Food Safe, Inc. As of October 29, 2003, Food Safe, Inc. is a wholly owned subsidiary of the Company.

Nature of Business

The Company was organized as a vehicle to provide methods and products to ensure the safety of fruits and vegetables being marketed worldwide.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Company considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents to the extent the funds are not being held for investment purposes.

Pervasiveness of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles required management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Business Condition

These accompanying consolidated financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities and commitments in the normal course of business. As of April 30, 2004, the Company has accumulated operating losses of 2,370,105 since its inception. The continuation of the Company is dependent upon the continuing financial support of directors and stockholders. It is the intention of the Company to raise new equity financing of approximately $2,500,000 within the upcoming year. Amounts raised will be used to implement the company's plan of operations. While the Company is expending its best efforts to achieve the above plans, there is no assurance that any such activity will generate funds that will be available for operations.

These conditions raise substantial doubt about the Company's ability to continue as a going concern. These financial statements do not include any adjustments that might arise from this uncertainty.

Principles of Consolidation

The consolidated financial statements for the year ended April 30, 2004 include the accounts of eFoodSafety.com, Inc. and its subsidiary Food Safe, Inc. Food Safe, Inc. was acquired by the Company on October 29, 2003.

The results of subsidiaries acquired or sold during the year are consolidated from their effective dates of acquisition through their effective dates of disposition.

All significant intercompany balances and transactions have been eliminated.

Earnings (Loss) per Share

Basic loss per share has been computed by dividing the loss for the year applicable to the common stockholders by the weighted average number of common shares outstanding during the years. There were no common equivalent shares outstanding at April 30, 2004 and 2003.

Concentration of Credit Risk

The Company has no significant off-balance-sheet concentrations of credit risk such as foreign exchange contracts, options contracts or other foreign hedging arrangements. The Company maintains the majority of its cash balances with one financial institution, in the form of demand deposits.

Revenue recognition

Revenue is recognized from sales of product at the time of shipment to customers. Title passes to the customer at the time the items are shipped, and are no longer owned by the Company.

NOTE 2 - INCOME TAXES

As of April 30, 2004, the Company had a net operating loss carryforward for income tax reporting purposes of approximately $1,800,000 that may be offset against future taxable income through 2024. Current tax laws limit the amount of loss available to be offset against future taxable income when a substantial change in ownership occurs. Therefore, the amount available to offset future taxable income may be limited. No tax benefit has been reported in the financial statements, because the Company believes there is a 50% or greater chance the carryforwards will expire unused. Accordingly, the potential tax benefits of the loss carryforwards are offset by a valuation allowance of the same amount.

NOTE 3 - DEVELOPMENT STAGE COMPANY

The Company has recently begun principal operations and as is common with a development stage company, the Company has had recurring losses during its development stage. The Company's financial statements are prepared using generally accepted accounting principles applicable to a going concern which contemplates the realization of assets and liquidation of liabilities in the normal course of business. However, the Company does not have significant cash or other material assets, nor does it have an established source of revenues sufficient to cover its operating costs and to allow it to continue as a going concern. In the interim, shareholders of the Company have committed to meeting its minimal operating expenses. Revenues as of April 30, 2004 are not considered significant enough for the Company to come out of the development stage.

NOTE 4 - COMMITMENTS

As of April 30, 2004 all activities of the Company have been conducted by corporate officers from either their homes or business offices. Currently, there are no outstanding debts owed by the company for the use of these facilities and there are no commitments for future use of the facilities.

NOTE 5 - COMMON STOCK TRANSACTIONS

On February 9, 1998, the Company issued approximately 50,385,000 shares (post split) of common stock to its officers and directors for payments made on the Company's behalf during its formation in the amount of approximately $3,910.

On October 16, 2000, the Company entered into an agreement and plan of reorganization with Global Procurement Systems, Inc. ("GPS") whereby the Company acquired GPS. This business combination was accounted for as a reverse merger with GPS being the surviving entity for financial reporting purposes. As a result of the acquisition, the Company issued 37,620,000 shares of common stock in exchange for the outstanding shares of GPS and changed its name to eFoodSafety.com, Inc.

NOTE 5 - COMMON STOCK TRANSACTIONS (continued)

The merger was recorded as a recapitalization. In connection with this recapitalization, the number of shares outstanding prior to the merger have been restated to their post merger equivalents (increased from 360 shares to 50,385,000) and the par value of the Common Stock changed from no par value to $.0001. All references in the accompanying financial statements to the number of Common shares and per-share amounts since inception have been restated to reflect the equivalent number of post merger shares.

On October 29, 2003, the Company issued 1,500,000 restricted shares of common stock to acquire Food Safe, Inc. As of October 29, 2003, Food Safe, Inc. is a wholly owned subsidiary of the Company.

On November 10, 2003, the Company issued 1,800,000 shares of common stock for general and administrative expenses valued at $30,000.

On April 19, 2004, the Company issued 200,000 shares of common stock for general and administrative expenses valued at $100,000.

On April 21, 2004, the Company issued 1,500,000 shares of common stock for research and development expenses valued at $750,000.

During March and April of 2004, the Company issued 40,816 shares of common stock for general and administrative expenses valued at $19,184.

On November 14, 2003, the Company changed the number of authorized Common shares from 50,000,000 to 500,000,000. Par value of the Company's Common shares was changed from $.0005 to $.0001. On December 5, 2003, the Company did a 3 for 1 forward stock split. All references in the accompanying financial statements to the number of Common shares and per-share amounts since inception have been restated to reflect the equivalent number of post stock split shares.

NOTE 6 - RELATED PARTY TRANSACTIONS

During 2004 and 2003, shareholders have paid general and administrative expenses on behalf of the Company. These payments have been recorded as expenses and as paid-in capital to the Company. The amount of paid-in capital contributed by shareholders totaled $24,630 and $37,459 for the years ended April 30, 2004 and 2003 respectively.

During the year ended April 30, 2004, shareholders loaned the Company $325,000. The notes are payable in lump-sum including interest at 5% on July 9, 2009. Interest on the notes began accruing on February 3, 2004.

NOTE 7 - ACQUISITION

On October 29, 2003, the Company issued 1,500,000 restricted shares of common stock to acquire Food Safe, Inc. Food Safe, Inc. had no assets or liabilities, except for a patent pending that has been valued at $650,000 and expensed as part of research and development expense in the financial statements. As of October 29, 2003, Food Safe, Inc. is a wholly owned subsidiary of the Company.

NOTE 8 - INVENTORY

During the year ended April 30, 2004, the Company purchased inventory of $47,887. The inventory consists of ozonation equipment that will be resold to clients. The inventory has been recorded at cost. In April 2004, $780 of inventory was sold to a third-party.

NOTE 9 - SUBSEQUENT EVENTS

In May 2004, the Company incorporated Knock-Out Technologies, Ltd. ("Knock-Out") as a wholly- owned subsidiary of the Company. Knock-Out is to be a manufacturer of all-natural, non-toxic, food-grade products.

The Company has finalized a lease for 10,000 square feet of industrial warehouse space to be used as a manufacturing and distribution facility. The warehouse space is located at 19125 N. Indian Avenue North, Palm Springs, California. This is a two year lease beginning June 1, 2004. The Company will pay $4,500 per month for the lease.

On July 21, 2004, the Company sold $2.0 million in convertible debentures. The convertible debentures carry an interest rate of 6% per annum, payable quarterly. The Company is seeking an additional $500,000 on or before August 9, 2004. The debentures carry a conversion price of $.40 per share of the Company's common stock.

The purchasers of the debentures will receive an A Warrant to purchase an amount of common stock equal to 50% of the number of shares of common stock purchased via this investment. The A Warrants shall expire two years from the date of issuance and the exercise price of the A Warrants shall be $.80 per share.

The purchasers of the debentures will also receive a B Warrant to purchase an amount of common stock equal to 50% of the number of shares of common stock purchased via this investment. The B Warrants shall expire two years from the date of issuance and the exercise price of the B Warrants shall be $1.00 per share.

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.

EFOODSAFETY.COM, INC.

By: /s/ Clarence W. Karney
Clarence W. Karney, CEO, CFO, Secretary, Director
Date: August 11, 2004

By: /s/ Patricia Ross-Gruden
Patricia Ross-Gruden, President, Treasurer, Director
Date: August 11, 2004

By:/s/ Richard Speidell
Richard Speidell, Chief Operations Officer/Director
Date: August 11, 2004

By:/s/ William R. Nelson
William R. Nelson, Director of Research and Development/Director
Date: August 11, 2004

By:/s/ Robert Bowker
Robert Bowker, President of Knock-Out Technologies, Ltd./Director
Date: August 11, 2004

By:/s/ Ralph Baughman
Ralph Baughman, Director
Date: August 11, 2004

By:/s/ Scott McFee
Scott McFee, Director
Date: August 11, 2004

EXHIBIT 31

SECTION 302 CERTIFICATIONS

I, Clarence W. Karney, certify that:

1. I have reviewed this annual report on form 10-KSB of eFoodSafety.com, 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. The small business issuer's other certifying officers and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in exchange act rules 13a-15(e) and 15d-15(e) 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 our supervision, to ensure that material information relating to the small business issuer, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

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

c) 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 (the small business issuer's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the small business issuer's internal control over financial reporting; and

5. The small business issuer's other certifying officers and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the small business issuer's auditors and the audit committee of 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.

6. The registrant's other certifying officers and I have indicated in this quarterly report whether or not 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: August 11, 2004

/s/ Clarence W. Karney

Clarence W. Karney
C.E.O., C.F.O., Secretary, Director
(Principal Executive and Financial Officer)

EXHIBIT 32

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

In connection with the Annual Report of eFoodSafety.com, Inc. on Form 10-KSB for the period ending April 30, 2004, as filed with the Securities and Exchange Commission on the date hereof (the "Report"), I, Clarence W. Karney, Chief Executive and 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 my knowledge and belief:

(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 result of operations of the Company.

/s/ Clarence W. Karney
Clarence W. Karney
C.E.O., C.F.O., Secretary, Director
(Principal Executive and Financial Officer)

August 11, 2004

A signed original of this written statement required by Section 906, or other document authenticating, acknowledging, or otherwise adopting the signature that appears in typed form within the electronic version of this written statement has been provided to the Company and will be retained by the Company and furnished to the Securities and Exchange Commission or its staff upon request.