

Securities and Exchange Commission
Washington, DC 20549

FORM 10-Q

Quarterly Report Pursuant to Section 13 or 15(d) of the Securities
Exchange Act of 1934

For the quarterly period ended March 31, 2001 Commission File No. 2-91651-D

Peacock Financial
Corporation

<TABLE>
<S> Colorado <C> 87-0410039
(State or other jurisdiction of incorporation or organization) (I.R.S. Employer Identification Number)
</TABLE>

2531 San Jacinto Street
San Jacinto, CA 92583
(Address and zip code of principal executive offices)

(909) 652-3885
(Registrant's telephone number, including area code)

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 the number of shares outstanding of each of the registrant's classes of common stock, as of the latest practicable date.

Common Stock 99,256,109 Shares Outstanding
\$0.001 par value as of March 31, 2001

PEACOCK FINANCIAL CORPORATION
REPORT ON FORM 10-Q

QUARTER ENDED MARCH 31, 2001

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PEACOCK FINANCIAL CORPORATION AND SUBSIDIARIES
Consolidated Balance Sheets

ASSETS

<TABLE>
<CAPTION>

	March 31, 2001 -----	December 31, 2000 -----
CURRENT ASSETS		
<S>	<C>	<C>
Cash and cash equivalents	8,927	2,513
Due from related party	75,829	79,765
Prepaid expenses		2,704
Credit line receivable	110,000	-
Accounts receivable	27,000	27,000
Notes receivable - related parties	29,887	29,987
Notes receivable	84,957	84,957
	-----	-----
Total Current Assets	336,600	226,926
	-----	-----
FIXED ASSETS	166,449	191,530
	-----	-----
OTHER ASSETS		
Investments in limited partnerships	1,131,961	1,131,961
Other investments	285,353	394,289
Other assets	7,094	3,500
	-----	-----
Total Other Assets	1,424,408	1,529,750
	-----	-----
TOTAL ASSETS	\$1,927,457	\$1,948,206
	=====	=====

</TABLE>

PEACOCK FINANCIAL CORPORATION AND SUBSIDIARIES
Consolidated Balance Sheets (Continued)

LIABILITIES AND STOCKHOLDERS' EQUITY

<TABLE>
<CAPTION>

	March 31, -----	
December 31,		

2000	2001	

<S>	(Unaudited)	
CURRENT LIABILITIES	<C>	<C>
Accounts payable	\$ 412,195	\$
473,496		
Other current liabilities	232,429	
238,176		
Notes payable - current portion	749,593	
848,343		
Stock subscription payable	100,000	
-		
Judgments payable	350,000	
350,000		
	-----	-----
Total Current Liabilities	1,844,217	
1,910,015		
	-----	-----
LONG-TERM DEBT		
Notes payable - long term	523,175	
523,175		
	-----	-----
NET LIABILITIES IN EXCESS OF THE ASSETS OF DISCONTINUED OPERATIONS	291,266	
305,055		
	-----	-----

----- Total Liabilities 2,738,245	2,658,658	-----
----- COMMITMENTS AND CONTINGENCIES		-----
STOCKHOLDERS' EQUITY		
Preferred stock: 10,000,000 shares authorized at \$0.01 par value; 545,300 and 545,300 shares issued and outstanding, respectively 5,453	5,453	
Common stock: 250,000,000 shares authorized at \$0.001 par value; 99,256,109 and 76,931,751 shares issued and outstanding, respectively 76,932	99,256	
Additional paid-in capital 11,390,655	11,683,830	
Subscriptions receivable (286,056)	(148,000)	
Treasury stock (8,180)	(9,692)	
Accumulated deficit (11,968,843)	(12,362,048)	
----- Total Stockholders' Equity (790,039)	(731,201)	-----
----- TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY 1,948,206	\$ 1,927,457	\$ -----
=====	=====	

</TABLE>

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PEACOCK FINANCIAL CORPORATION AND SUBSIDIARIES
Consolidated Statements of Operations
(Unaudited)

<TABLE>
<CAPTION>

	March 31, 2001	March 31, 2000
	----- <C>	----- <C>
<S> REVENUES		
Property management and administration income	\$ -	\$ 1,315
Investment banking income		500,000
Other income		7,208
Total Revenues	-----	508,523
EXPENSES		
General and administrative	196,839	364,406
Bad debt	138,796	-
Depreciation and amortization	11,450	7,674
Total Expenses	-----	372,080
INCOME/(LOSS) FROM CONTINUING OPERATIONS	-----	136,563
OTHER INCOME/(EXPENSES)		
Interest income	12,641	2,244
Interest expense	(30,964)	(17,530)
Realized gain (loss) on investments	(86)	166,216
Unrealized loss on investments	(108,850)	
Total Income (Expenses)	-----	150,930
INCOME/(LOSS) FROM CONTINUING OPERATIONS BEFORE INCOME TAXES AND DISCONTINUED OPERATIONS	-----	287,493
INCOME TAXES	(474,344)	(800)
NET INCOME (LOSS) FROM CONTINUING OPERATIONS	-----	286,693
INCOME (LOSS) FROM DISCONTINUED OPERATIONS	79,627	(334,064)
NET INCOME (LOSS)	-----	(47,371)
	=====	=====

</TABLE>

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PEACOCK FINANCIAL CORPORATION AND SUBSIDIARY
(Formerly Connectivity and Technology, Inc.)
Consolidated Statements of Operations (Continued)

<TABLE>
<CAPTION>

	March 31, 2001	March 31, 2000
	----- <C>	----- <C>
<S> OTHER COMPREHENSIVE GAIN (LOSS)		
Gain (loss) on treasury stock	1,512	-
Dividends		5,703
	-----	-----
NET COMPREHENSIVE INCOME (LOSS)	\$ (393,205)	\$ (41,668)
	=====	=====
BASIS INCOME (LOSS) PER SHARE		
Continuing operations	\$ (0.01)	\$ 0.01
Discontinued operations		(0.01)
	-----	-----
Basic Income (Loss) Per Share	\$ (0.01)	\$ (0.00)
	=====	=====
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING	88,263,488	40,721,916
	=====	=====

</TABLE>

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PEACOCK FINANCIAL CORPORATION AND SUBSIDIARIES
Consolidated Statements of Stockholders' Equity

<TABLE>
<CAPTION>

	Preferred Stock		Common Stock		Additional	Subscriptions
	Shares	Amount	Shares	Amount	Paid-in Capital	Receivable
Accumulated	-----	-----	-----	-----	-----	-----
Deficit	-----	-----	-----	-----	-----	-----
	-----	-----	-----	-----	-----	-----
<S> <C>	<C>	<C>	<C>	<C>	<C>	<C>
Balance, December 31, 1998 \$(2,385,491)	672,300	\$ 6,723	20,750,370	\$ 20,750	\$3,519,882	\$
Common stock issued for cash			14,008,007	14,008	1,787,118	(443,500)
Common stock issued for services			759,571	760	161,040	
Common stock issued on conversion of debentures			1,070,560	1,070	58,346	
Common stock issued for investments			1,250,000	1,250	123,750	
Common stock issued in conversion of preferred stock	(2,000)	(20)	2,000	2	1,998	
Common stock canceled			(30,000)	(30)	(5,779)	
Cash received on subscriptions receivable						116,445
Accrued dividends					(23,172)	
Dividends paid					(165,614)	
Net income (loss) for the year ended December 31, 1999 (692,737)						
	-----	-----	-----	-----	-----	-----
Balance, December 31, 1999 (3,078,228)	670,300	\$ 6,703	37,810,508	\$37,810	\$5,457,569	\$ (327,055)
	-----	-----	-----	-----	-----	-----

</TABLE>

PEACOCK FINANCIAL CORPORATION AND SUBSIDIARIES
 Consolidated Statements of Stockholders' Equity (Continued)

	Preferred Stock		Common Stock		Additional Paid-in Capital	Subscriptions Receivable
	Shares	Amount	Shares	Amount		
Accumulated						
Deficit						
<S>	<C>	<C>	<C>	<C>	<C>	<C>
<C>						
Balance, December 31, 1999	670,300	\$ 6,703	37,810,508	\$37,810	\$ 5,457,569	(\$327,055)
Common stock issued for cash			22,330,821	22,331	4,595,865	(158,001)
Common stock issued for interest			6,207	6	6,202	
Common stock issued in conversion of preferred stock	(125,000)	(1,250)	125,000	125	1,125	
Common stock issued for services			1,282,000	1,282	247,118	
Common stock issued for debt			14,577,215	14,578	604,713	
Cash received on subscriptions receivable						199,000
Common stock issued for investments			800,000	800	169,200	
Unrealized loss on Treasury stock					(69,222)	
Realized loss on Treasury stock					(205,065)	
Accrued dividends					(22,812)	
Stock offering costs					(202,325)	
Net income (loss) for the period ended December 31, 2000						
(8,616,328)						
Balance, December 31, 2000	545,300	\$ 5,453	76,931,751	\$76,932	\$11,390,655	\$(286,056)
\$(11,968,843)						

PEACOCK FINANCIAL CORPORATION AND SUBSIDIARIES
 Consolidated Statements of Stockholders' Equity (Continued)

	Preferred Stock		Common Stock		Additional Paid-in Capital	Subscriptions Receivable
	Shares	Amount	Shares	Amount		
Accumulated						
Deficit						
<S>	<C>	<C>	<C>	<C>	<C>	<C>
<C>						

Balance December 31, 2000 \$(11,968,843)	545,300	\$	5,453	76,931,751	\$76,932	\$11,390,655	\$(286,056)
Common stock issued for cash (unaudited)				13,807,692	13,807	193,192	
Common stock issued for debt (unaudited)				8,516,666	8,517	99,983	
Cash received on subscriptions receivable (unaudited)							10,000
Write-off of subscription receivable (unaudited)							128,056
Unrealized gain on Treasury stock (unaudited) 1,512							
Net income (loss) for the period ended March 31, 2001 (unaudited) (394,717)							

Balance, March 31, 2001 (unaudited) \$(12,362,048)	545,300	\$	5,453	99,256,109	99,256	\$11,683,830	\$(148,000)
=====							

</TABLE>

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PEACOCK FINANCIAL CORPORATION AND SUBSIDIARIES
Consolidated Statements of Cash Flows

<TABLE>
<CAPTION>

	For the 3 Months Ended	
	March 31 2001	March 31 2000
	-----	-----
	<C>	<C>
CASH FLOWS FROM OPERATING ACTIVITIES		
Continued Operations:		
Net income (loss)	\$ (474,344)	\$ 286,693
Adjustments to reconcile net income (loss) from continuing operations to net cash (used) by operating activities;		
Depreciation and amortization	11,450	7,674
Bad debt expense	138,796	-
Loss on investment	107,424	(166,216)
Discontinued Operations:		
Net income (loss)	79,627	(334,064)
Depreciation and amortization	2,410	-
Loss on disposition of assets	13,631	-
Changes in Operating Assets and Liabilities:		
(Increase) decrease in accounts and notes receivable	(110,000)	(665,114)
(Increase) decrease in accounts receivable - related parties	4,036	(68,507)
(Increase) decrease in other assets	9,382	(281,404)
Increase (decrease) in accounts payable	(61,301)	128,920
Increase (decrease) in other liabilities	84,503	(151,404)
Increase (decrease) in discontinued operation reserve	(13,789)	
Net Cash Used by Operating Activities	(208,175)	(1,243,422)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments	-	(675,973)
Purchase of property and equipment	(2,410)	(105,885)
Net Cash Used by Investing Activities	(2,410)	(781,858)
CASH FLOWS FROM FINANCING ACTIVITIES		
Due to shareholders	-	(13,200)
Repayment of notes payable	-	(233,093)
Repurchase of stock	-	(1,610)
Cash rec'd on subscriptions receivable	10,000	-
Proceeds from stock offerings	206,999	2,342,170

Net Cash Provided by Financing Activities

\$ 216,999

\$2,094,267

</TABLE>

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PEACOCK FINANCIAL CORPORATION AND SUBSIDIARIES
Consolidated Statements of Cash Flows
(Continued)

<TABLE>
<CAPTION>

	For the 3 Months Ended	
	March 31 2001	March 31 2000
NET INCREASE (DECREASE) IN CASH	\$ 6,414	\$ 68,987
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	2,513	190,581
CASH AND CASH EQUIVALENTS AT END OF PERIOD	\$ 8,927	\$259,568
SUPPLEMENTAL DISCLOSURE OF NON-CASH ACTIVITIES		
Common stock issued on conversion of debentures & interest	\$108,500	\$ 20,087
Common stock issued for services	\$ -	\$ -
Common stock issued for investments	\$ -	\$ -
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Interest paid, net of amount capitalized	\$ 121	\$ 12,612
Income taxes paid	\$ -	\$ -

</TABLE>

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PEACOCK FINANCIAL CORPORATION AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2001 and DECEMBER 31, 2000

1. The interim financial statements are prepared pursuant to the requirements for reporting on Form 10-QSB. The December 31, 2000 balance sheet data was derived from audited financial statements but does not include all disclosures required by generally accepted accounting principles. The interim financial statements and notes thereto should be read in conjunction with the financial statements and footnotes thereto included in the Company's report on Form 10-KSB for the year ended December 31, 2000. In the opinion of management, the interim financial statements reflect all adjustments of a normal recurring nature necessary for a fair statement of the results for the interim periods presented.
2. The Company has formed new subsidiary corporations in the names of: Broadleaf Capital Partners, Inc., Broadleaf Asset Management, Inc., Broadleaf Financial Services, Inc. and Brand Asset Management, Inc.
3. A Certificate of Assumed or Trade Name was filed in the State of Colorado to assume the name change to Broadleaf Capital Partners and is currently operating under said name pending shareholder approval for the legal name change.
4. The Company has entered into a Letter of Intent to acquire Genesis Aviation/Aerospace Modworks, Inc., a twelve-year old Aviation services company with \$3.5-4 million in annual revenues.
5. A Joint Venture was entered into between Peacock Financial Corporation and Jugular, Inc., a leader in extreme sports products and worldwide registered trademarks, to form the new entity Jugular Japan. This Joint Venture, along with an Exclusive Japanese Distribution agreement with X-Gear, Inc., will provide a powerful combination to pursue licensing and marketing opportunities for Jugular's trademarks through Jugular Japan in the Japanese market.

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CONDITION AND RESULTS OF OPERATIONS

This Form 10-QSB contains forward looking statements within the meaning of section 27A of the Securities Act of 1933 and section 21E of the Securities Exchange Act of 1934. The Company's actual results could differ materially from those set forth in the forward looking statements.

MANAGEMENT DISCUSSION

Peacock Financial Corporation (Company) is a venture capital fund that makes direct investments in and provides management services to businesses that have at least a three-year operating history and can perform with a profit to the bottom line. The Company intends on expanding its investment portfolio through the internal development of its present operations and other business opportunities, as well as the acquisition of additional business ventures. The Company has in the past, and may again in the future, raise capital specifically for the purpose of making an investment that the Company believes is attractive.

The Company's current portfolio of investments includes the following:

1. Riverside Park Apartments - The Company formed a limited partnership in June 1992 and acquired two apartment buildings for \$3,350,000 to be repaired, developed and managed. During the year ending 1992, the Company reduced its interest to 1% and has remained a general partner with a 1% interest, receiving a property management fee.
 2. Canyon Shadows Apartments - The Company acquired a 120-unit apartment complex in April 1995 for \$875,000. The Company received a \$975,000 loan that converts to a grant from the City of Riverside for the purpose of acquisition and rehabilitation, and in 1996, the Company was awarded \$2,200,000 in Federal Tax Credits for the project. In December 1996, the project was sold to a tax credit partnership in which the Company retains a \$905,000 capital account, as well as a 1% interest as the general partner, for which it receives a management fee and 80% of the project cash flow.
 3. St. Michel, LLC - In 1995, the Company formed a limited liability company to acquire a 63-lot residential subdivision in the San Jacinto Valley. In March 1996, the limited liability company acquired an additional 110-lot subdivision also in the San Jacinto Valley. The Company retains a 50% ownership in the limited liability company. A joint venture to build out these homes was just completed and the Company is expecting the distribution of its profits shortly.
 4. Vir-Tek Company - The Company currently owns 49% of Vir-Tek, a minority disabled veteran engineering and contracting firm, formed to take advantage of recently passed federal legislation (H.R. 1568) requiring 3% participation on all programs and projects funded by federal dollars. Vir-Tek provides environmental management, facility and operations management, mapping and information management, engineering services, project management, and waste management. The Company emphasizes teamwork in industrial, and engineering problems. Vir-Tek has served commercial, industrial, and residential construction developers as well as concerns of city, county, and federal agencies.
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5. iNetPartners, Inc. - Peacock Financial holds a 51 percent interest in iNetPartners, Inc., which focuses on the development of Internet e-commerce applications for both the net and used automotive markets and is currently developing iNetmotors.com, a regionally based automobile e-commerce Website to provide Internet automobile shoppers easy access to dealer inventories with detailed pictures and prices online within the shopper's immediate area. More than 80 percent of pre-owned and new vehicles are purchased within 20 to 35 miles of where the buyer lives or works, and 90 percent of all buyers want to inspect and test-drive the vehicle before purchase.
 6. Bio-Friendly Corporation - In May, the Company signed a contract to purchase 625,000 shares of common stock at 40 cents a share of Bio-Friendly Corporation, a fuel technology company, that has a combustion catalyst which dramatically reduces the emissions produced by any system which burns fuel of any kind, while greatly reducing the amount of fuel consumed.
 7. San Diego Soccer Development Corporation (SDSDC) - The Company currently owns approximately 1,555,001 shares of SDSDC, the only publicly traded soccer franchise in the United States

ANALYSIS OF FINANCIAL CONDITION

The first quarter of 2001 marked the continuance of consolidating the Company's previous investments and operations. The Company, with new management, launched its strategy in seeking out business opportunities that will succeed in bringing profits to the bottom line.

Management believes that the key to a successful fund is the ability to produce ongoing revenues and profits from operating subsidiaries that will allow for an orderly due diligence process when investing in established companies that have a profitable operating history.

Results of Operations - Three months ended March 31, 2001, compared to the three months ended March 31, 2000.

The Company is a registered Business Development Corporation under the Investment Act of 1940. As such, the Company acts as a holding company for the purpose of raising capital and investing in real estate through a wholly owned subsidiary and into emerging growth companies that meet certain investment criteria which includes the possibility of taking the targeted company public at a later stage.

Revenues. There were no revenues reported for the first three months ended March 31, 2001, as compared to \$508,523 for the three months ended March 31, 2000.

Expenses. Total expenses for the three months ended March 31, 2001, decreased by \$24,995 or 7% to \$347,085 from \$375,080 for the three months ended March 31, 2000. General and administrative expenses for the three months ended March 31, 2001, decreased by \$167,567 or 46% to \$196,839 from \$364,406 for the three months ended March 31, 2000. This decrease resulted from reduced administrative and operating costs associated with having a new management team in place and cutting out unnecessary expenses. Bad debt expense of \$138,796 was primarily due to the write-off of an un-collectable subscription receivable.

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Changes in Financial Condition, Liquidity and Capital Resource.

For the three months ended March 31, 2000, the Company funded its operations and capital requirements partially with its own working capital and partially with proceeds from stock offerings. As of March 31, 2001, the Company had cash of \$8,927.

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SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

PEACOCK FINANCIAL CORPORATION

May 14, 2001

Date

/s/ Robert A. Braner

Robert A. Braner
Interim President

May 14, 2001

Date

/s/ Lisa L. Martinez

Lisa L. Martinez
Corporate Secretary

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