U.S. SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-QSB

[X] Quarterly report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934 for the quarterly period ended **September 30, 2001.**

[ ] Transition report under Section 13 or 15(d) of the Securities Exchange Act of 1934 for the transition period from ____________ to _____________

Commission file number: **0-27637**

Global Entertainment Holdings/Equities, Inc.
(Name of small business issuer in its charter)

Colorado	**47-0811483**
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)

6636 North 48th Street, Paradise Valley, Arizona (85253)
(Address of principal executive offices) (Zip Code)

Issuer's telephone number: **(602) 952-0711**

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 [ ]

As of September 30, 2001, there were 10,431,040 outstanding shares of the issuer's common stock, par value $0.001.

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PART I - FINANCIAL INFORMATION

ITEM 1. Financial Statements.

As used herein, the term "Company" refers to Global Entertainment Holdings/Equities, Inc., and its subsidiaries and predecessors unless otherwise indicated. Consolidated, unaudited, condensed interim financial statements including a balance sheet for the Company as of the quarter ended September 30, 2001 and statements of operations and statements of cash flows for the interim period up to the date of such balance sheet and the comparable period of the preceding year are attached hereto beginning on Page F-1 and are incorporated herein by this reference.

The consolidated financial statements for the Company included herein are unaudited but reflect, in management's opinion, all adjustments, consisting only of normal recurring adjustments, that are necessary for a fair presentation of the Company's financial position and the results of its operations for the interim periods presented. Because of the nature of the Company's business, the results of operations for the three and nine months ended September 30, 2001 are not necessarily indicative of the results that may be expected for the full fiscal year. The financial statements included herein should be read in conjunction with the financial statements and notes thereto included in the Form 10-KSB for the year ended December 31, 2000.

ITEM 2. Management's Discussion and Analysis or Plan of Operation

Forward-Looking Information-General

This report contains a number of forward-looking statements, which reflect the Company's current views with respect to future events and financial performance including statements regarding the Company's projections, and the interactive gaming industry. These forward-looking statements are subject to certain risks and uncertainties that could cause actual results to differ materially from historical results or those anticipated. In this report, the words "anticipates", "believes", "expects", "intends", "future", "plans", "targets" and similar expressions identify forward-looking statements. Readers are cautioned to not place undue reliance on the forward-looking statements contained herein, which speak only as of the date hereof. The Company makes no obligation to publicly revise these forward-looking statements, to reflect events or circumstances that may arise after the date hereof.

Additionally, these statements are based on certain assumptions that may prove to be erroneous and are subject to certain risks including, but not limited to, the Company's dependence on limited cash resources, and its dependence on certain key personnel within the Company. Accordingly, actual results may differ, possibly materially, from the predictions contained herein.

Results of Operations

The Company generates operating revenues exclusively from its wholly owned subsidiaries, Interactive Gaming and Wagering, NV ("IGW") and Prevail Online ("Prevail"). IGW and Prevail currently generate revenues from six primary sources: (i) licensing fees, (ii) royalty fees, (iii) hosting income, (iv) special projects, (v) bandwidth and (vi) advertising revenues.

IGW's clientele experience higher than normal wagering activity in the fourth quarter due to popularity in wagering on Professional and Collegiate American football. However, with the development, licensing and introduction of a broader array of casino gaming products, and the signing of new licensees, the Company is striving to balance out revenues during the off season months.

Through research and development in the past five years, the Company identified the opportunity of offering proprietary software and related services to online gaming operators and successfully launched its first licensee in mid 1997. The Company encourages its licensees to target only customers in countries that regulate online gaming. Currently, there are several countries which support the online gaming industry through regulation and/or taxation, including; such nations as Isle of Man (United Kingdom), The Netherlands Antilles, Sweden, Finland, Australia, Germany, Liechtenstein, Dominica and Antigua and several other countries.

The top line revenue of the Company is primarily derived from software licensing and Website services for licensees (including royalties) generated by IGW and advertising and sponsorship revenues generated by Prevail. The Company's revenues decreased to $849,299 for the quarter ended September 30, 2001 as compared to $1,211,621 for the quarter ended September 30, 2000, whereas revenues for the nine months ended September 30, 2001 were $2,649,138 as compared to $3,299,892 for the nine months ended September 30, 2000. Third quarter revenues were down for several reasons including i) the unexpected tragic circumstance of the destruction of the World Trade Center on September 11, 2001 caused sporting events cancellations worldwide for one week during a time that is one of the highest points of the year ii) decreased economic activity worldwide, iii) the third quarter, as forecasted for IGW, is cyclically also a low revenue season of the year, and iv) Prevail's continuation of the suspension of market activities and therefore a discounting of advertising fees during its current redevelopment of its web sites.

The Cost of Goods Sold for the three months ended September 30, 2001 were $225,230 as compared to $147,050 for the same period of 2000, and increased to $514,182 for the nine months ended September 30, 2001 compared to $216,560 for the same period in 2000. Operating expenses decreased to $947,774 for the quarter ended September 30, 2001 compared to $1,108,786 for the third quarter of the year 2000, and decreased to $2,932,893 for the nine months ended September 30, 2001 as compared to $3,088,490 for the same period in 2000. These changes were primarily caused by the Company's adoption of modified accounting procedures. These changes consolidated some of the older accounts in order to clarify accounting for various components of employees' compensation, and the capitalization, amortization and depreciation of software development. Additionally, the total expenses (cost of goods sold plus operating expenses) for the third quarter were reduced by $82,832 (7%) compared to the same period of the year 2000, as a result of cost efficiencies implemented by the company. These expenses are consistent with the long-term strategic growth plan of the Company as described in greater detail below.

Global reported a net operations loss of $323,705 for the quarter ending September 30, 2001, as compared to a net operations loss of $44,215 for the quarter ended September 30, 2000. For the nine months ended September 30, 2001, the Company's net operations loss was $797,937, as compared to a net operations loss of $5,158 for the nine months ended September 30, 2000. Despite the unforeseen factors, which impacted the Company during the reporting period, its performance during the first nine months of the year 2001 is consistent with its expectations as forecast in that the Company made substantial planned investments in order to implement its marketing strategy, develop a new, more saleable, products and services suite, and maintain its technical personnel staff.

The Company believes its existing products and aggressive marketing strategy will significantly expand its markets and attract new licensees. Accordingly, the Company expects IGW licensing revenue to grow as more licensees are acquired and commence operations. This is expected to result in the realization of increased revenue growth over time. Additionally, IGW's royalties from existing licensees' Internet gaming operations are also expected to increase on an annual basis because these licensees are experiencing increasing revenues.

Prevail expects to re-launch its redeveloped web sites in December 2001 and begin to ramp up thereafter toward restoring its full operations. The Company is still considering the sale of Prevail.

Global expects to show a profit as a result of its operations in the fourth quarter of 2001, but expects to have negative income for the full year ending 2001.

Liquidity and Capital Resources

The Company's single largest source of revenue has been one of IGW's software licensees. As of December 31, 2000, this licensee owed IGW approximately $1.6 million in past due royalties. As the licensee became incapable of maintaining payments at the current royalty rate, the Company has agreed to a reduction in the royalty rate in exchange for a conversion of the account receivable to a long term note receivable of equivalent amount, with an accelerated fixed repayment schedule of $50,000 per month, in addition to the current royalty. As to the note receivable the licensee has paid $450,000 in principal year to date. As to the royalty, although the monthly royalty rate to this licensee was decreased on January 1, 2001, and again on October 1, 2001, IGW still firmly believes that such a decrease will not decrease total revenue from this licensee because such decrease in royalty rate will allow the licensee to increase its advertising and marketing efforts, thereby increasing their revenues. If the licensee generates higher revenues, it will pay IGW higher total royalty payments despite a lower royalty rate. Initial indications are consistent with this analysis and expectation. However, the Company cannot guarantee that revenues from this licensee will continue to increase under any circumstances, irrespective of the royalty rate.

As a result of the above account receivable conversion, the Company's total accounts receivable as of September 30, 2001, were $395,848 as compared to $556,085 as of December 31, 2000. The majority of the receivables are from operating licensees, which have a 30-day term agreement for royalties. As a result of the restructure of the accounts receivable described above and other efforts, the average period of collection substantially decreased to 42 days as of September 30, 2001, as compared to 61 days as of June 30, 2001, and as compared to 75 days as of March 31, 2001. The Company is further committed to reducing the aging to a conventional 30-day period.

The working capital substantially increased to $142,219 as of September 30, 2001, from a negative $218,813 as of December 31, 2000, a net improvement of $361,032 due to the account receivables conversion described above, and the successful restructuring of $527,275 short term notes payable as long term debt.

Net cash was provided by operating activities in the amount of $77,646 for the nine months ended September 30, 2001 as compared to net cash being used by those operating activities in the amount of $139,783 for the same period ending September 30, 2000. Thus, the net income loss of $875,887 for the nine months ended September 30, 2001 consisted primarily of $950,387 in accrued non-cash expenses, leaving $74,500 as the net cash gain from operations.

Net cash used for investing activities was $149,185 for the nine months ended September 30, 2001, as compared to $176,715 for the same period of 2000. During the nine months ended September 30, 2001, Global collected $450,000 for prior services rendered to an IGW software licensee, payment of which is secured by a note receivable. The receipt of such funds not only enabled Global to make substantial investment in the purchase of fixed assets (331% more than the same period last year) but also enabled Global to support itself from internally generated funds (net cash used for financing activities was only $219 for the nine months ending September 30, 2001), and Global is expected to continue to do so hereafter. Nevertheless, the Company continues to seek outside financing, through either the sale of equity or debt, to more quickly facilitate expansion of the Company's operations through its strategic plan.

PART II - OTHER INFORMATION

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

On August 17, 2001 the company conducted its annual shareholder meeting, at the Orange Tree Country Club, in Scottsdale, Arizona. The following matters were voted upon at the meeting.

PROPOSAL NO. 1: Election of the Board of Directors until the next Annual Shareholders Meeting. The number of votes cast for each nominee was sufficient for all to be elected. Although nominated for reelection as director, David Wintroub declined to stand due to his pursuit of other business matters.

	FOR	AGAINST	WITHHELD	BROKER NON-VOTES
Bryan Abboud	8,958,624	0	200	1,472,216
Donald J. Lisa	8,933,862	21,512	3,450	1,472,216
Thomas Glaza	8,939,862	0	18,962	1,472,216

PROPOSAL NO. 2: Ratification of the employment of Clyde Bailey, P.C. as the Company's independent auditor for the fiscal year ending December 31, 2001. The number of votes required for this proposal to pass was 5,341,269 and, as the total number of votes cast for this proposal was 8,958,824, the proposal passed.

FOR	AGAINST	WITHHELD	BROKER NON-VOTES
8,939,862	200	18,762	1,472,216

ITEM 6. Exhibits and Reports on Form 8-K.

No reports on Form 8-K were filed during the quarter for which this report is filed.

The following exhibits are attached hereto.

3.1 Articles of Incorporation
3.2 Bylaws

SIGNATURES

Pursuant to the requirements of Section 13 or 15(d) of the Securities Exchange Act of 1934, as amended, the Registrant has duly caused this Quarterly Report on Form 10-QSB to be executed on its behalf by the undersigned, hereunto duly authorized.

Global Entertainment Holdings/Equities, Inc.

/s/ Donald J. Lisa
Donald J. Lisa, President

November 13, 2001

INDEX TO EXHIBITS

Exhibits marked with an asterisk have been filed previously with the Commission and are incorporated herein by reference.

EXHIBIT NO.	**PAGE NO.**	**DESCRIPTION**
3.1	*	Articles of Incorporation
3.2	*	Bylaws