

COASTAL CARIBBEAN OILS & MINERALS LTD

Form 10-Q

November 14, 2011

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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

FORM 10-Q

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

For the quarterly period ended September 30, 2011

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

For the transition period from to

Commission file number 1-4668

COASTAL CARIBBEAN OILS & MINERALS, LTD.

(Exact name of registrant as specified in its charter)

BERMUDA (State or other jurisdiction of incorporation or organization)	NONE (I.R.S. Employer Identification No.)
Clarendon House, Church Street, Hamilton, Bermuda (Address of principal executive offices)	HM 11 (Zip Code)
(850) 556-5924 (Registrant's telephone number, including area code)	

(Former name, former address and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15 (d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

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

Large accelerated filer <input type="checkbox"/>	Accelerated filer <input type="checkbox"/>
Non-accelerated filer <input type="checkbox"/> (Do not check if smaller reporting company)	Smaller reporting company <input checked="" type="checkbox"/>

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

The number of shares outstanding of the issuer's single class of common stock as of November 14, 2011 was 76,106,047.

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COASTAL CARIBBEAN OILS & MINERALS, LTD.

FORM 10-Q

September 30, 2011

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(Expressed in U.S. dollars)

(A Bermuda Corporation)

A Development Stage Company

	September 30, 2011 (Unaudited)	December 31, 2010 (Note)
Assets		
Current assets:		
Cash and cash equivalents	\$ 8,690	\$ 17,043
Total current assets	8,690	17,043
Certificates of deposit Restricted	86,283	86,024
Petroleum leases	2,809,299	2,775,066
Equipment, net		1,374
Total assets	2,904,272	\$ 2,879,507
Liabilities and Shareholders Equity		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 292,142	\$ 273,813
Notes payable	25,000	25,000
Amounts due to related parties	1,108,063	967,292
Total current liabilities	1,425,205	1,266,105
Shareholders equity		
Common stock, par value \$.12 per share:		
Authorized 250,000,000 shares		
Outstanding 71,661,603 and 70,661,604 shares, respectively	8,599,392	8,479,392
Discount on common stock	(1,892,625)	(1,842,625)
Capital in excess of par value	32,139,311	32,139,311
	38,846,078	38,776,078
Deficit accumulated during the development stage	(37,367,011)	(37,162,676)
Total shareholders equity	1,479,067	1,613,402

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Total liabilities and shareholders' equity	\$ 2,904,272	\$ 2,879,507
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Note: The balance sheet at December 31, 2010 has been derived from
the audited consolidated financial statements at that date.

See accompanying notes.

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(Expressed in U.S. dollars)

(A Bermuda Corporation)

A Development Stage Company

(Unaudited)

	Three months ended September 30,		Nine months ended September 30,		For the period from Jan. 31, 1953 (inception) to September 30, 2011
	2011	2010	2011	2010	2011
Interest and other income	\$ 90	\$	\$ 259	\$ 1,494	\$ 3,985,488
Gain on settlement					8,124,016
	90		259	1,494	12,109,504
Expenses:					
Legal fees and costs	7,036	2,857	7,036	5,503	17,689,789
Administrative expenses	25,410	34,197	102,858	113,044	11,292,548
Salaries	31,250	31,250	93,750	95,609	4,615,181
Shareholder communications	400	821	950	4,039	4,173,521
Goodwill impairment					801,823
Write off of unproved properties					6,690,752
Exploration costs					188,218
Lawsuit judgments					1,941,916
Minority interests					(632,974)
Other					364,865
Contractual services					2,350,876
	64,096	69,125	204,594	218,195	49,476,515
Income tax benefit					

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Net loss	(64,006)	\$	(69,125)	(204,335)	\$	(216,701)
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Deficit accumulated during the development stage						\$ (37,367,011)
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Weighted average number of Shares outstanding (basic & diluted)	71,004,461	65,861,604	71,061,604	62,747,715
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Net loss per share (basic & diluted)	\$	(.00)	\$	(.00)	\$	(.00)	\$	(.00)
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See accompanying notes.

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(Expressed in U.S. Dollars)

(A Bermuda Corporation)

A Development Stage Company

(Unaudited)

	Nine months ended September 30,		For the period from Jan. 31, 1953 (inception) To September 30, 2011
	2011	2010	
Operating activities:			
Net loss	\$ (204,335)	\$ (216,701)	\$ (37,367,011)
Adjustments to reconcile net loss to net cash used in operating activities:			
Gain on settlement			(8,124,016)
Goodwill impairment			801,823
Minority interest			(602,949)
Depreciation	1,374	1,890	12,973
Write off of unproved properties			6,690,752
Common stock issued for services			119,500
Compensation recognized for stock option grant			75,000
Recoveries from previously written off properties			252,173
Net change in:			
Accounts payable and accrued liabilities	159,100	(79,656)	1,406,241
Net cash used in operating activities	(43,861)	(294,467)	(36,735,514)
Investing activities:			
Additions to oil, gas, and mineral properties net of assets acquired for common stock and reimbursements	(30,898)	(66,633)	(6,631,945)
Well drilling costs	(3,335)		