

JOSHUA GOLD RESOURCES INC
Form 10-Q
August 17, 2012
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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form 10-Q

(Mark One)

QUARTERLY REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended June 30, 2012

TRANSITION REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from to

Commission File Number: 000-53809

JOSHUA GOLD RESOURCES INC.

(Exact name of registrant as specified in its charter)

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Nevada
(State or other jurisdiction of
incorporation or organization)

27-0531073
(I.R.S. Employer
Identification No.)

99 Bronte Road, Suite 121, Oakville, ON L6L 3B7 Canada
(Address of principal executive offices)

(877) 354-9991
(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 Exchange Act 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

Indicated by check mark whether the registrant has submitted electronically and posted on its corporate website, 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

Check 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

Accelerated Filer

Non-accelerated Filer

Smaller Reporting Company

Check whether the issuer is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

As of August 14, 2012, there were 291,338,777 shares of common stock, par value \$0.0001, issued and outstanding.

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Table of Contents**PART I FINANCIAL INFORMATION****Item 1. Financial Statements.****NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS**

The accompanying unaudited interim financial statements of the Company have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these financial statements in accordance with the standards established by the Public Company Accounting Oversight Board for a review of interim financial statements by an entity's auditor.

Joshua Gold Resources Inc.**(An Exploration Stage Company)****Balance Sheets****As Of**

	June 30, 2012 (Unaudited)	December 31, 2011 (Audited)
ASSETS		
Current Assets		
Cash	\$ (4,201)	\$ 24,566
Accounts receivable	0	27,582
Notes receivable	14,720	14,750
Total Current Assets	10,518	66,898
Other Assets		
Equipment	5,707	6,380
Mineral property interests	520,272	378,753
Total Other Assets	525,978	385,133
Total Assets	\$ 536,496	\$ 452,031
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 153,427	\$ 46,456
Advances from stockholders	219,006	129,153
Dividends payable	0	38,400
Due on mineral rights acquisition - current portion	75,069	43,265
Total Current Liabilities	447,502	257,274
Long Term Liabilities		
Due on mineral rights acquisition	78,504	78,664
Total Liabilities	526,006	335,938

Stockholders' Equity

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Preferred stock, \$0.0001 par value; 100,000,000 shares authorized; 240,000 shares issued and outstanding (December 31, 2011 240,000)	24	24
Common stock, \$0.0001 par value; 400,000,000 shares authorized; 283,099,239 shares issued and outstanding (December 31, 2011 278,579,678)	28,624	27,858
Additional paid-in capital	2,067,052	1,357,543
Stock to be issued	399,116	303,190
Subscriptions receivable	(63,500)	(103,247)
Accumulated other comprehensive (loss) income	(8,902)	25,175
Deficit accumulated during the exploration stage	(1,494,454)	(1,494,450)
Total Stockholders Equity	0	116,093
Total Liabilities and Stockholders Equity	\$ 536,496	\$ 452,031

See accompanying notes to the financial statements.

Table of Contents**Joshua Gold Resources Inc.****(An Exploration Stage Company)****Statements of Operations and Comprehensive Loss**

	Six Months Ended June 30, 2012	Six Months Ended June 30, 2011	For the Period from Inception July 10, 2009 to June 30, 2012
OPERATING EXPENSES			
Management fees	356,427	\$	\$ 736,990
Consulting fees	285,606		648,225
Exploration	108,508	12,812	211,250
General and administrative	75,843	15,734	134,963
Professional fees	79,436	28,016	155,207
Interest	10,981		29,085
Depreciation	669	7,234	15,889
TOTAL OPERATING EXPENSES	917,470	63,796	1,931,609
LOSS FROM CONTINUING OPERATIONS	(917,470)	(63,796)	(1,931,609)
Loss from discontinued operations			(441,486)
NET LOSS	\$ (917,470)	\$ (35,632)	\$ (2,373,095)
OTHER COMPREHENSIVE INCOME			
Foreign currency translation	0	(4,118)	(25,175)
COMPREHENSIVE LOSS	\$ (917,470)	\$ (67,914)	\$ (2,347,920)
LOSS PER WEIGHTED NUMBER OF SHARES OUTSTANDING - BASIC AND DILUTED	\$ 0	\$ (0.00)	
WEIGHTED AVERAGE NUMBER OF SHARES OUTSTANDING - BASIC AND DILUTED	283,800,019	265,190,416	

See accompanying notes to the financial statements.

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Joshua Gold Resources Inc.

(An Exploration Stage Company)

Statements of Cash Flows

	Six months Ended June 30, 2012	Six months Ended June 30, 2011	Period from Inception (July 10, 2009) to June 30, 2012
CASH FLOWS FOR CONTINUING OPERATIONS			
OPERATING ACTIVITIES			
Loss from continuing operations	\$ (917,470)	\$ (35,632)	\$ (1,293,184)
Adjustments for non-cash items:			
Depreciation	669	3,650	15,556
Stock-based compensation	500,151		638,205
Accrued interest on advances from stockholders			24,188
Adjustments for changes in working capital:			
Accounts receivable	27,613	999	(38,087)
Prepaid expenses	0	12,997	
Accounts payable and accrued liabilities	68,571	15,127	55,737
NET CASH USED IN OPERATING ACTIVITIES FROM CONTINUING OPERATIONS	(457,608)	(2,859)	(597,585)
FINANCING ACTIVITIES			
Advances from stockholders	31,644	74,717	163,547
Increase in Due on Mineral rights acquisition Proceeds on issuance of capital stock	336,781		583,945
NET CASH PROVIDED BY FINANCING ACTIVITIES FROM CONTINUING OPERATIONS	\$ 462,733	74,717	747,492
INVESTING ACTIVITIES			
Acquisition of Mineral property interests	(141,519)		(43,500)
Acquisition of equipment	0		(6,745)
NET CASH USED IN INVESTING ACTIVITIES FROM CONTINUING OPERATIONS	(141,519)		(50,245)
NET (DECREASE) INCREASE IN CASH FROM CONTINUING OPERATIONS	747	71,858	99,662
CASH FLOWS FOR DISCONTINUED OPERATIONS			
OPERATING ACTIVITIES			
Loss from discontinued operations	0		(441,486)
Adjustments for non-cash items:			
Stock-based compensation	0		270,859
Adjustments for changes in working capital:			
Accounts receivable from discontinued operations	0	(2,035)	
Liabilities from discontinued operations	(4,454)	(82,105)	

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NET CASH USED IN OPERATING ACTIVITIES FROM DISCONTINUED OPERATIONS	0	(84,140)	(170,627)
FINANCING ACTIVITIES			
Issuance of common stock for cash	0		83,783
NET CASH PROVIDED BY FINANCING ACTIVITIES FROM DISCONTINUED OPERATIONS	0		83,783
NET DECREASE IN CASH FROM DISCONTINUED OPERATIONS	0	(84,140)	(86,844)
EFFECT OF EXCHANGE RATE CHANGES ON CASH	(25,061)	(2,885)	3,407
NET (DECREASE) INCREASE IN CASH	(28,768)	(15,167)	16,225
CASH, BEGINNING OF PERIOD	24,566		