

CrowdGather, Inc.  
Form 10-Q  
September 16, 2014

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

FORM 10-Q

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

For the quarterly period ended July 31, 2014

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: 000-52143

CrowdGather, Inc.  
(Exact name of registrant as specified in its charter)

Nevada  
(State or other jurisdiction  
of incorporation or organization)

20-2706319  
(I.R.S. Employer  
Identification No.)

20300 Ventura Blvd. Suite 330, Woodland Hills, California 91364  
(Address of principal executive offices) (Zip Code)

(818) 435-2472  
(Registrant's telephone number, including area code)

\_\_\_\_\_  
(Former name or former address, if changed since last report)

Indicate by check mark whether the issuer (1) has 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. x Yes o 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). x Yes o No

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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 the definitions of “large accelerated filer,” “accelerated filer” and “smaller reporting company” in Rule 12b-2 of the Exchange Act.

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

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

As of September 1, 2014, there were 116,733,508 shares of the issuer’s \$.001 par value common stock issued and outstanding.

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## PART I - FINANCIAL INFORMATION

## Item 1. Financial Statements.

CROWDGATHER, INC.  
CONSOLIDATED CONDENSED BALANCE SHEETS

	JULY 31, 2014 (UNAUDITED)	APRIL 30, 2014
<b>ASSETS</b>		
<b>Current assets</b>		
Cash	\$ 772,583	\$ 546,158
Accounts receivable	203,286	130,709
Investments	21,480	21,480
Inventory	31,852	31,913
Prepaid expenses and deposits	51,506	48,652
<b>Total current assets</b>	<b>1,080,707</b>	<b>778,912</b>
Property and equipment, net of accumulated depreciation of \$537,948 and \$493,887, respectively	126,188	130,518
Intangible and other assets, net of accumulated amortization of \$176,706 and \$-0-, respectively	8,926,491	7,336,771
Goodwill	1,817,400	-
<b>Total assets</b>	<b>\$ 11,950,786</b>	<b>\$ 8,246,201</b>

## LIABILITIES AND STOCKHOLDERS' EQUITY

<b>Current liabilities</b>		
Accounts payable	\$ 92,368	\$ 8,000
Line of credit	115,253	-
Deferred revenue	195,377	-
Accrued vacation	124,442	44,078
Other accrued liabilities	463,077	154,746
<b>Total current liabilities</b>	<b>990,517</b>	<b>206,824</b>
<b>Stockholders' equity</b>		
Convertible Preferred Series B stock, \$0.001 par value, 1,000,000 shares authorized, 1,000,000 shares issued and outstanding	1,000,000	1,000,000
Common stock, \$0.001 par value, 975,000,000 shares authorized, 116,733,508 and 61,657,708 issued and outstanding, respectively	116,733	61,658
Additional paid-in capital	35,851,223	29,748,961

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Accumulated deficit	(25,979,167)	(22,742,722)
Accumulated other comprehensive loss	(28,520)	(28,520)
Total stockholders' equity	10,960,269	8,039,377
Total liabilities and stockholders' equity	\$ 11,950,786	\$ 8,246,201

See accompanying notes to financial statements.

CROWDGATHER, INC.  
CONSOLIDATED STATEMENTS OF OPERATIONS  
FOR THE THREE MONTHS ENDED JULY 31, 2014 AND 2013  
UNAUDITED

	2014	2013
Revenue	\$ 406,590	\$ 411,691
Cost of revenue	107,469	754
Gross profit	299,121	410,937
Operating expenses		
Payroll and related expenses	673,042	348,290
Stock based compensation	99,000	110,000
General and administrative	1,233,704	374,417
Loss on disposal of assets	1,529,262	-
Total operating expenses	3,535,008	832,707
Loss from operations	(3,235,887)	(421,770)
Other income (expense), net	241	(3,184)
Net loss before provision for income taxes		