

Pharma-Bio Serv, Inc.
Form 10-Q
June 15, 2010

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

FORM 10-Q

(Mark One)

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

For the quarterly period ended April 30, 2010

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

For the transition period from _____ to _____

Commission File No. 000-50956

PHARMA-BIO SERV, INC.
(Exact Name of Registrant as Specified in Its Charter)

Delaware
(State or Other Jurisdiction of
Incorporation or Organization)

20-0653570
(IRS Employer
Identification No.)

Pharma-Bio Serv Building,
6 Road 696
Dorado, Puerto Rico
(Address of Principal Executive Offices)

00646
(Zip Code)

787-278-2709
(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 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 the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

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Large accelerated filer

Accelerated filer

Non-accelerated filer

Smaller reporting company

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

The number of shares of the registrant's common stock outstanding as of June 11, 2010 was 20,751,215.

PHARMA-BIO SERV, INC.
FORM 10-Q
FOR THE QUARTER ENDED APRIL 30, 2010

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PART I – FINANCIAL INFORMATION

Item 1.

FINANCIAL STATEMENTS
PHARMA-BIO SERV, INC.
Condensed Consolidated Balance Sheets
(Unaudited)

	April 30, 2010 *	October 31, 2009 **
ASSETS:		
Current assets		
Cash and cash equivalents	\$ 2,549,282	\$ 2,051,874
Accounts receivable	1,847,796	2,034,963
Other	213,973	298,830
Total current assets	4,611,051	4,385,667
Property and equipment		
Other assets	1,444,810	1,567,145
Total assets	54,340	69,469
	\$ 6,110,201	\$ 6,022,281
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Current portion-obligations under capital leases	\$ 25,023	\$ 43,737
Accounts payable and accrued expenses	1,100,730	1,112,739
Income taxes payable	193,817	140,443
Total current liabilities	1,319,570	1,296,919
Obligations under capital leases, less current portion		
Total liabilities	63,130	62,385
	1,382,700	1,359,304
Stockholders' equity:		
Preferred Stock, \$0.0001 par value; authorized 10,000,000 shares; none outstanding	-	-
Common Stock, \$0.0001 par value; authorized 50,000,000 shares; issued and outstanding 20,751,215 shares	2,075	2,075
Additional paid-in capital	631,226	602,508
Retained earnings	4,136,156	4,068,817
Accumulated other comprehensive loss	(41,956)	(10,423)
Total stockholders' equity	4,727,501	4,662,977
Total liabilities and stockholders' equity	\$ 6,110,201	\$ 6,022,281

*

Unaudited.

**

Condensed from audited financial statements.

See notes to condensed consolidated financial statements.

PHARMA-BIO SERV, INC.
Condensed Consolidated Statements of Income
(Unaudited)

(m) to the securities.

will not be rebated if we redeem the securities prior to maturity.

ng a discount rate based on our internal funding rate. CGMI calculated the estimated value of the derivative component based on a prop

or its affiliates over the term of the securities. The amount of this temporary upward adjustment will decline to zero on a straight-line ba

advice.

invitation for subscription or purchase of any securities be circulated or distributed, whether directly or indirectly, to any person in Singa

trustee is not an accredited investor) whose sole purpose is to hold investments and each beneficiary is an individual who is an accredite

