

E-Debit Global Corp.
Form 10-Q
May 06, 2013

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

For the quarterly period ended: March 31, 2013

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

For the transition period from _____ to _____

Commissions file number 0-32051

E-DEBIT GLOBAL CORPORATION
(Exact name of Registrant as specified in its charter)

COLORADO
(State or other jurisdiction
of incorporation or organization)

98-0233968
(IRS Employer Identification No.)

#12, 3620 – 29th Avenue NE
Calgary, Alberta Canada T1Y 5Z8
Telephone (403) 290-0264
(Issuer's telephone number)

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

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 Exchange Act).
Yes No

APPLICABLE ONLY TO ISSUERS INVOLVED IN BANKRUPTCY PROCEEDINGS

DURING THE PRECEDING FIVE YEARS

Indicate by check mark whether the registrant filed all documents and reports required to be filed by Section 12, 13 or 15(d) of the Exchange Act after the distribution of securities under a plan confirmed by a court. Yes o No o

APPLICABLE ONLY TO CORPORATE ISSUERS

State the number of shares outstanding of each of the issuer's classes of common equity, as of the latest practicable date: As of April 22, 2013, there were 320,046,834 outstanding shares of the Registrant's Common Stock, no par value and 81,518,410 shares of Preferred Stock, no par value.

E-DEBIT GLOBAL CORPORATION

INDEX TO THE FORM 10-Q

For the quarterly period ended March 31, 2013

	PAGE
PART I FINANCIAL INFORMATION	
ITEM 1.	UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
	Condensed Consolidated Balance Sheets 3
	Condensed Consolidated Statements of Operations 4
	Condensed Consolidated Statements of Comprehensive Income 5
	Condensed Consolidated Statements of Changes in Stockholders' Deficit 6
	Condensed Consolidated Statements of Cash Flows 7
	Notes to Condensed Financial Statements 8
ITEM 2.	MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS 20
ITEM 3.	QUANTITATIVE AND QUALITATIVE DISCLOSURES ABOUT MARKET RISK. 25
ITEM 4.	CONTROLS AND PROCEDURES 26
Part II OTHER INFORMATION	
ITEM 1.	LEGAL PROCEEDINGS 26
ITEM 2.	UNREGISTERED SALES OF EQUITY SECURITIES AND USE OF PROCEEDS 26
ITEM 3.	DEFAULTS UPON SENIOR SECURITIES 26
ITEM 4.	MINE SAFETY DISCLOSURES 26
ITEM 5.	OTHER INFORMATION 26
ITEM 6.	EXHIBITS 26

PART I - FINANCIAL INFORMATION

ITEM 1. UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

E-DEBIT GLOBAL CORPORATION
Condensed Consolidated Balance Sheet

ASSETS	March 31, 2013 (Unaudited)	December 31, 2012 (Derived from audited financial statements)
CURRENT ASSETS		
Cash	\$33,073	\$46,898
Restricted cash	799,712	188,236
Accounts receivable net of allowance for doubtful accounts of \$22,515 and \$23,413	24,868	37,791
Other receivable – related parties	12,746	16,535
Inventory	56,573	68,628
Prepaid expense and deposit	8,158	9,022
Total current assets	935,130	367,110
Property and equipment, net of depreciation	206,267	225,190
Investment, at cost	20	20
Intangible Assets, net of amortization	31,743	43,926
Total assets	\$1,173,160	\$636,246
LIABILITIES AND STOCKHOLDERS' DEFICIT		
CURRENT LIABILITIES		
Accounts payable	1,110,804	396,988
Accrued liabilities	97,695	98,026
Loans payable	284,554	287,047
Indebtedness to related parties	1,577,303	1,517,601
Shareholder loans	286,372	292,741
Total current liabilities	3,356,728	2,592,403
Total liabilities	3,356,728	2,592,403
COMMITMENTS AND CONTINGENCIES (Notes 1, 4, 9, 10, 11, 12, 14)		
STOCKHOLDERS' DEFICIT		
Preferred stock – authorized 200,000,000 shares, no par value, 81,518,410 shares issued and outstanding at March 31, 2013 and 81,518,410 at December 31, 2012	1,475,493	1,475,493
Common stock - authorized 10,000,000,000 shares, no par value; 320,046,834 shares issued and outstanding at	2,212,392	2,212,392

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March 31, 2013 and 320,046,834 at December 31, 2012

Additional paid-in capital	654,018	654,018
Accumulated other comprehensive income	130,899	86,207
Accumulated deficit	(6,656,370)	(6,384,267)
Total stockholders' deficit	(2,183,568)	(1,956,157)
Total liabilities and stockholders' deficit	\$1,173,160	\$636,246

See accompanying notes to consolidated financial statements

E-DEBIT GLOBAL CORPORATION
Condensed Consolidated Statements of Operations
For the three Months Ended March 31,
(Unaudited)

	2013	2012
Revenue -		
Equipment and supplies	\$8,499	\$55
Residual and interchange income	268,579	589,603
Other	13,105	19,165
Total revenue	290,183	608,823
Cost of sales -		
Equipment and supplies	7,055	1,591
Residual and interchange costs	148,815	390,575
Other	131,934	155,492
Total cost of sales	287,804	547,658
Gross profit	2,379	61,165
Operating expenses -		
Depreciation and amortization	30,108	29,870
Consulting fees	39,223	47,680
Legal and accounting fees	1,038	34,477
Salaries and benefits	118,522	125,288
Travel, delivery and vehicle expenses	3,111	7,352