

PetroHunter Energy Corp
Form 10-Q
August 03, 2011

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 June 30, 2011

Or

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: 000-51152

PETROHUNTER ENERGY CORPORATION
(Exact name of registrant as specified in its charter)

Maryland
(State or other jurisdiction of
incorporation or organization)

98-0431245
(I.R.S. Employer
Identification No.)

910 16th Street
Suite 208, Denver, Colorado
(Address of principal executive offices)

80202
(Zip Code)

Registrant's telephone number, including area code:
(303) 572-8900

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 during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No (not required)

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer,

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or a small 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

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 August 3, 2011 the registrant had 439,078,759 shares of common stock outstanding.

FORWARD-LOOKING STATEMENTS

Certain statements contained in this Quarterly Report constitute “forward-looking statements”. These statements, identified by words such as “plan”, “anticipate”, “believe”, “estimate”, “should”, “expect” and similar expressions include expectations and objectives regarding our future financial position, operating results and business strategy. These statements reflect the current views of management with respect to future events and are subject to risks, uncertainties and other factors that may cause our actual results, performance or achievements, or industry results, to be materially different from those described in the forward-looking statements. Such risks and uncertainties include those set forth under the caption “Management’s Discussion and Analysis of Financial Condition and Results of Operations” and elsewhere in this Quarterly Report. We do not intend to update the forward-looking information to reflect actual results or changes in the factors affecting such forward-looking information. We advise you to carefully review the reports and documents we file from time to time with the Securities and Exchange Commission (the “SEC”).

CURRENCIES

All amounts expressed herein are in U.S. dollars unless otherwise indicated.

PETROHUNTER ENERGY CORPORATION

FORM 10-Q

FOR THE NINE-MONTH PERIOD ENDED

June 30, 2011

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SIGNATURES

PETROHUNTER ENERGY CORPORATION
CONDENSED CONSOLIDATED BALANCE SHEETS

	June 30, 2011 (unaudited)	September 30, 2010
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 108,808	\$ 75,624
Other receivables	-	13,204
Unrestricted marketable securities	76,060	837,000
Restricted marketable securities	800,000	1,015,241
Prepaid expenses and other assets	46,723	164,441
TOTAL CURRENT ASSETS	1,031,591	2,105,510
Property and Equipment, at cost		
Furniture and equipment, net	2,356	3,280
	2,356	3,280
Other Assets		
Restricted cash	130,600	130,600
Deposits and other assets	556	676
TOTAL ASSETS	\$ 1,165,103	\$ 2,240,066
LIABILITIES AND STOCKHOLDERS' DEFICIT		
Current Liabilities		
Accounts payable and accrued expenses	\$ 2,771,132	\$ 2,372,433
Notes payable — related party current portion	2,722,060	2,722,060
Convertible notes payable — current portion	717,873	717,873
Accrued interest payable	181,113	116,773
Accrued interest and fees payable — related parties	100,000	100,000
Other accrued liabilities	7,273,331	7,273,331
Asset retirement obligation	126,681	137,007
TOTAL CURRENT LIABILITIES	13,892,190	13,439,448
Notes payable – related party	40,759,000	40,759,000
Convertible notes payable	6,238,419	6,238,419
Accrued interest and fees payable – related parties	5,163,144	2,969,889
Accrued interest payable	702,281	310,576
Asset retirement obligation	634,471	632,471
TOTAL LIABILITIES	67,389,505	64,349,832
Commitments and Contingencies (Note 8)		
Stockholders' Deficit		
Preferred stock, \$0.001 par value; authorized 100,000,000 shares; none issued	—	—
	439,079	439,079

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Common stock, \$0.001 par value; authorized 1,000,000,000 shares; 439,078,759 shares issued and outstanding at June 30, 2011 and September 30, 2010, respectively

Additional paid-in-capital	223,326,556	223,281,330
Other comprehensive income	36,103	144,160
Accumulated deficit	(290,026,140)	(285,974,335)
TOTAL STOCKHOLDERS' DEFICIT	(66,224,402)	(62,109,766)
TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT	\$1,165,103	\$2,240,066

See accompanying notes to these unaudited condensed consolidated financial statements.

PETROHUNTER ENERGY CORPORATION
 CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
 (unaudited)

	Three Months Ended June 30, 2011	Three Months Ended June 30, 2010
Costs and Expenses		
General and administrative	\$ 330,383	\$ 631,048
Depreciation, depletion, amortization and accretion	308	18,135
Total operating expenses	330,691	649,183
(Loss) From Operations	(330,691)	(649,183)
Other Income (Expense)		
Gains recognized in connection with sale of marketable securities	478	101,057
Gains recognized in connection with debt restructure and debt forgiveness	-	186,310
Interest income	-	2,253
Interest expense	(1,040,138)	