

MPHASE TECHNOLOGIES INC
Form 10-Q
May 13, 2013

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

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

FOR THE QUARTER ENDED March 31, 2013

COMMISSION FILE NO. 000-30202

FORM 10-Q

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

NEW JERSEY
(State or other jurisdiction of
incorporation or organization)

22-2287503
(I.R.S. Employer
Identification Number)

587 CONNECTICUT AVE., NORWALK, CT
(Address of principal executive offices)

06854-1711
(Zip Code)

(203) 838-2741
ISSUER'S TELEPHONE NUMBER

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 SHORTER PERIOD THAT THE REGISTRANT WAS REQUIRED TO FILE
SUCH REPORT), AND (2) HAS BEEN SUBJECT TO SUCH FILING REQUIREMENTS FOR THE PAST 90
DAYS.

YES NO

THE NUMBER OF SHARES OUTSTANDING OF EACH OF THE REGISTRANT'S CLASSES OF COMMON
STOCK AS OF April 26, 2013 IS 4,898,212,729 SHARES, ALL OF ONE CLASS OF \$.001 PAR VALUE
COMMON STOCK.

mPHASE TECHNOLOGIES, INC.

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mPHASE
TECHNOLOGIES,
INC.
(A Development
Stage Company)
Consolidated
Balance Sheets

	June 30, 2012	March 31, 2013 (unaudited)
ASSETS		
CURRENT ASSETS		
Cash	\$ 39,913	\$ 392
Inventory	86,494	72,324
Prepaid and other current assets	26,653	35,785
TOTAL CURRENT ASSETS	\$ 153,060	\$ 108,501
Property and equipment, net	33,141	21,162
TOTAL ASSETS	\$ 186,201	\$ 129,663
LIABILITIES AND STOCKHOLDERS' DEFICIT		
CURRENT LIABILITIES		
Accounts payable	\$ 826,379	\$ 954,947
Accrued expenses	91,591	172,263
Due to related parties	203,128	212,398
Accrued Wages Officers	68,751	206,751
Notes payable, related parties	1,189,552	1,293,755
Short term notes	65,000	65,000
Accounts Payable and Accrued Expenses-Discontinued Activities	863,594	863,594
Current Portion, Long term convertible debentures	522,980	1,177,853
Current Portion, Long term debt	12,864	7,902
TOTAL CURRENT LIABILITIES	\$ 3,843,839	\$ 4,954,463
Long term portion Equipment loan	3,451	-
OTHER OBLIGATIONS CONVERTIBLE TO EQUITY- (Note 3)		
Convertible debt derivative liability	898,734	597,153
Long term portion of Convertible debt, net of discount of \$128,793 and \$116,772 on June 30, 2012 and March 31, 2013, respectively	942,944	348,092
COMMITMENTS AND CONTINGENCIES -(Note 4)		
STOCKHOLDERS' DEFICIT		

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Common stock, par value \$.001, 6,000,000,000 shares authorized, 3,666,051,851 and 4,796,096,966 shares issued and outstanding at June 30, 2012 and March 31, 2013, respectively	3,666,051	4,796,096
Additional paid in capital	194,468,219	193,873,933
Deferred Compensation	(198,157)	(70,768)
Deficit accumulated during development stage	(203,430,907)	(204,361,333)
Less-Treasury stock, 13,750 shares at cost	(7,973)	(7,973)
TOTAL STOCKHOLDERS' DEFICIT	\$ (5,502,767)	(5,770,045)
TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT	\$ 186,201	\$ 129,663

The accompanying notes are an integral part of these consolidated financial statements.

mPHASE TECHNOLOGIES, INC.
(A Development Stage Company)
Consolidated Statements of Operations

	For the Three Months Ended		2-Oct-96 (Date of Inception)
	March 31, 2012 (Unaudited)	March 31, 2013 (Unaudited)	March 31, 2013 (Unaudited)
REVENUES	\$241	\$372	\$748,066
COSTS AND EXPENSES			
Cost of Sales	129	307	144,466
Research and Development (including non-cash stock related charges of \$0, \$0 and \$205,733 for the three months ended March 31, 2012 & 2013 and inception to date respectively)	993	993	12,313,915
General and Administrative (including non-cash stock related charges of \$42,463, \$42,463 and \$19,586,020 for the three months ended March 31, 2012 & 2013 and inception to date respectively)	359,040	267,776	36,003,605