

THEDIRECTORY.COM, INC.
Form 10-Q
July 14, 2014

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 May 31, 2014

Transition Report under Section 13 or 15(d) of the Exchange Act

For the transition period from _____ to _____

Commission file number: 333-147193

TheDirectory.com, Inc.

(Exact name of registrant as specified in its charter)

Utah
(State or other jurisdiction of
incorporation or organization)

33-0052057
(I.R.S. Employer Identification No.)

PO Box 340746

Tampa, Florida

(Address of principal executive offices)

33618

(Zip Code)

(727)417-7807

(Registrant's telephone number, including area code)

(Former name, former address and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant (1) has filed 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 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

As of July 7, 2014, there were 4,415,815,342 shares of \$0.001 par value common stock issued and outstanding.

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TheDirectory.com, Inc.

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PART I - FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

TheDirectory.com, Inc.

May 31, 2014 and 2013

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TheDirectory.com, Inc.
Balance Sheets
May 31, 2014 and November 30, 2013

Assets	2014	2013
Current assets		
Cash and cash equivalents	\$ 7,750	\$ 128,910
Accounts receivable	376,398	270,717
Deferred tax asset	148,000	-
Prepaid expenses	3,000	-
Total Current Assets	535,148	399,627
Property and Equipment, Net	2,110	1,318
Other Assets		
Amortizable Intangible Assets, net	706,623	393,928
Nonamortizable Intangible Assets	2,151,861	2,538,678
Deposits	16,535	1,535
Total Other Assets	2,875,019	2,934,141
Total Assets	\$ 3,412,277	\$ 3,335,086
Liabilities and Stockholders' Equity (Deficit)		
Accounts payable and accrued expenses	\$ 613,842	\$ 572,746
Commercial line of credit	672,565	1,300,000
Notes payable to individuals-current portion	918,850	1,593,367
Notes payable to related parties	147,150	65,157
Total current Liabilities	2,352,407	3,531,270
Long-Term Debt-Net of Current portion	150,000	330,000
Total liabilities	2,502,407	3,861,270
Stockholders' equity:		
Preferred stock, 1,200,000 share authorized, \$.001 par value, 540,000 and 270,000 shares issued and outstanding at May 31, 2014 and November 30, 2013	540	270
Common stock 6,000,000,000 shares authorized, \$.001 par value, 4,415,815,342 and 3,450,749,199 shares issued and outstanding at May 31, 2014 and November 30, 2013	4,415,817	3,450,750
Additional paid in capital	4,501,603	4,423,398
Accumulated deficit	(8,008,090)	(8,400,602)

Total stockholders' equity (deficit)	909,870	(526,184)
Total Liabilities and stockholders' equity (deficit)	\$ 3,412,277	\$ 3,335,086

The accompanying footnotes are an integral part of these financial statements.

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TheDirectory.com, Inc.
Statements of Operations
For The Six Months Ended May 31, 2014 and 2013

	Three Months Ended May 31,		Six Months Ended May 31,	
	2014	2013	2014	2013
REVENUES	\$ 477,973	\$ 126,211	\$ 1,279,508	\$ 226,470
OPERATING EXPENSES:				
Cost of revenues	196,501	4,217	561,199	9,004
Sales and marketing	64,049	13,856	98,476	18,806
Consulting fees	25,900	51,849	45,420	87,304
General and administrative	75,740	37,014	150,351	76,372
Research and development	6,300	5,463	12,801	7,590
Amortization of intangibles	39,364	-	74,122	-
	-	-	-	-
Total operating expenses	407,854	112,399	942,369	199,076
	-	-	-	-
Income (Loss) from operations	70,119	13,812	337,139	27,394
	-	-	-	-
OTHER INCOME (EXPENSE)	-	-	-	-
Interest expense	(38,355)	(4,657)	(92,627)	(8,695)
	-	-	-	-
NET INCOME BEFORE PROVISION FOR INCOME TAXES	31,764	9,155	244,512	18,699
	-	-	-	-
INCOME TAX (EXPENSE) BENEFIT	148,000	-	148,000	-
	-	-	-	-
NET INCOME	\$ 179,764	\$ 9,155	\$ 392,512	\$ 18,699
	-	-	-	-
Basic weighted average number of shares outstanding	3,916,312,231	2,847,521,297	3,710,814,028	2,809,169,649
Basic Earnings per share	\$ -\$	\$ -	\$ -\$	\$ -
	-	-	-	-
Diluted weighted average number of shares outstanding	9,316,312,231	8,247,521,297	9,110,814,028	8,209,169,649
Diluted earnings per share	\$ -\$	\$ -	\$ -\$	\$ -
	-	-	-	-

The accompanying footnotes are an integral part of these financial statements.

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TheDirectory.com, Inc.
Statements of Cash Flows
For The Six Months Ended May 31, 2014 and 2013

	2014	2013
Cash flows from operating activities:		
Net income (loss)	\$ 392,512	\$ 18,699
Adjustments to reconcile net income (loss) to net cash from operating activities:		
Depreciation and amortization	74,730	-
Change in operating assets and liabilities:		
Accounts receivable	(195,682)	(18,082)
Deferred tax asset	(148,000)	-
Accounts payable and accrued expenses	141,096	56,821
 Total cash flows from operating activities	 264,656	 57,438