

CrowdGather, Inc.
Form 10-Q
March 14, 2013

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

FORM 10-Q

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

For the quarterly period ended January 31, 2013

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: 000-52143

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

Nevada
(State or other jurisdiction
of incorporation or organization)

20-2706319
(I.R.S. Employer
Identification No.)

20300 Ventura Blvd. Suite 330, Woodland Hills, California 91364
(Address of principal executive offices) (Zip Code)

(818) 435-2472
(Registrant's telephone number, including area code)

(Former name or former address, if changed since last report)

Indicate by check mark whether the issuer (1) has filed all reports required to be filed by Section 13 or 15(d) of the Exchange Act during the past 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. x Yes o 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). x Yes o No

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

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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	<input type="radio"/>	Accelerated filer	<input type="radio"/>
Non-accelerated filer	<input type="radio"/>	Smaller reporting company	<input checked="" type="radio"/>

(Do not check if a 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 March 14, 2013, there were 58,372,708 shares of the issuer’s \$.001 par value common stock issued and outstanding.

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PART I - FINANCIAL INFORMATION

Item 1. Financial Statements.

CROWDGATHER, INC.
CONSOLIDATED CONDENSED BALANCE SHEETS

	JANUARY 31, 2013 (UNAUDITED)	APRIL 30, 2012
ASSETS		
Current assets		
Cash	\$ 489,073	\$ 2,328,492
Accounts receivable	286,250	42,995
Investments	21,429	28,570
Inventory	33,281	35,132
Prepaid expenses and deposits	65,976	88,932
Total current assets	896,009	2,524,121
Property and equipment, net of accumulated depreciation of \$329,006 and \$241,569, respectively	260,719	131,175
Intangible and other assets, net of accumulated amortization of \$37,724 and \$15,224, respectively	9,375,603	9,333,928
Goodwill	4,360,176	4,360,176
Total assets	\$ 14,892,507	\$ 16,349,400
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Accounts payable	\$ 8,000	\$ 54,095
Accrued vacation	34,589	27,468
Other accrued liabilities	147,119	28,890
Capital lease obligation, current portion	104,561	-
Total current liabilities	294,269	110,453
Capital lease obligation, net of current portion	36,710	-
Stockholders' equity		
Preferred Series A stock, \$0.001 par value, 25,000,000 shares authorized,-0- shares issued and outstanding	-	-
Common stock, \$0.001 par value, 975,000,000 shares	58,373	58,234

authorized, 58,372,708 and 58,234,216 issued and outstanding, respectively			
Additional paid-in capital	28,918,846		28,436,644
Accumulated deficit	(14,387,120)		(12,234,501)
Accumulated other comprehensive loss	(28,571)		(21,430)
Total stockholders' equity	14,561,528		16,238,947
Total liabilities and stockholders' equity	\$ 14,892,507	\$	16,349,400

See accompanying notes to financial statements.

CROWDGATHER, INC.
 CONSOLIDATED CONDENSED STATEMENTS OF OPERATIONS
 FOR THE THREE AND NINE MONTHS ENDED JANUARY 31, 2013 AND 2012
 (UNAUDITED)

	Three Months Ended January 31,		Nine Months Ended January 31,	
	2013	2012	2013	2012
Revenue	\$ 508,689	\$ 549,750	\$ 1,523,623	\$ 1,352,082
Cost of revenue	25,752	4,793	44,968	113,533
Gross profit	482,937	544,957	1,478,655	1,238,549
Operating expenses				
Payroll and related expenses	482,172	447,393	1,399,369	1,207,773
Stock based compensation	140,000	234,800		