

WARP 9, INC.  
Form 10-Q  
June 06, 2011

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

FORM 10-Q

(Mark One)

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

For Quarterly Period March 31, 2011

or

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

For the Transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission File Number: 0-13215

WARP 9, INC.

(Exact name of registrant as specified in its charter)

CALIFORNIA  
(State or other jurisdiction of incorporation or  
organization)

30-0050402  
(I.R.S. Employer Identification No.)

6500 Hollister Avenue, Suite 120, Santa Barbara, CA 93117  
(Address of principal executive offices) (Zip Code)

(805) 964-3313  
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 all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the proceeding 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[\_X\_]

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[\_X\_]

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

Large accelerated filer	<input type="checkbox"/>	Accelerated filer	<input type="checkbox"/>
Non-accelerated filer (Do not check if a smaller reporting company)	<input type="checkbox"/>	Smaller reporting company	<input checked="" type="checkbox"/>

Indicate by check mark whether the Registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes

No

Indicate the number of shares outstanding of each of the issuer’s classes of common stock as of the latest practicable date.

As of May 31, 2011 the number of shares outstanding of the registrant’s class of common stock was 480,675,630.

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PART I. - FINANCIAL INFORMATION

Item 1. CONSOLIDATED FINANCIAL STATEMENTS

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## WARP 9, INC. AND SUBSIDIARY

## CONSOLIDATED BALANCE SHEETS

	(Unaudited)	
	March 31, 2011	June 30, 2010
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash	\$546,913	\$733,737
Accounts Receivable, net	170,215	121,494
Prepaid and Other Current Assets	23,176	11,888
Current Portion of Deferred Tax Asset	48,376	162,500
<b>TOTAL CURRENT ASSETS</b>	<b>788,680</b>	<b>1,029,619</b>
<b>PROPERTY &amp; EQUIPMENT, at cost</b>		
Furniture, Fixtures & Equipment	89,485	89,485
Computer Equipment	630,620	625,032
Computer Software	20,973	20,033
Leasehold Improvements	18,696	19,746
	759,774	754,296
Less accumulated depreciation	(674,467 )	(654,435 )
<b>NET PROPERTY AND EQUIPMENT</b>	<b>85,307</b>	<b>99,861</b>
<b>OTHER ASSETS</b>		
Lease Deposit	8,244	16,449
Internet Domain, net	1,573	1,753
Long Term Deferred Tax Asset	2,008,848	1,874,539
<b>TOTAL OTHER ASSETS</b>	<b>2,018,665</b>	<b>1,892,741</b>
<b>TOTAL ASSETS</b>	<b>\$2,892,652</b>	<b>\$3,022,221</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>CURRENT LIABILITIES</b>		
Accounts Payable	\$24,329	\$74,049
Credit Cards Payable	-	2,664
Accrued Expenses	60,343	61,600
Deferred Income	42,343	20,667
Deferred Operating Lease Liability	3,418	-
Note Payable, Other	39,839	37,082
Customer Deposit	33,298	34,198
<b>TOTAL CURRENT LIABILITIES</b>	<b>203,570</b>	<b>230,260</b>
<b>LONG TERM LIABILITIES</b>		
Note payable, Other	-	2,778

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TOTAL LONG TERM LIABILITIES	-	2,778
TOTAL LIABILITIES	203,570	233,038
SHAREHOLDERS' EQUITY		
Common Stock, \$0.001 Par Value; 495,000,000 Authorized Shares; 340,579,815 and 340,579,815 Shares Issued and Outstanding , respectively	340,579	340,579
Additional Paid In Capital	6,971,404	6,906,525
Accumulated Deficit	(4,622,901)	(4,457,921)
TOTAL SHAREHOLDERS' EQUITY	2,689,082	2,789,183