

HUNT GLOBAL RESOURCES, INC.
Form 10-Q
August 15, 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: 000-53515

HUNT GLOBAL RESOURCES, INC.
(Exact name of registrant as specified in its charter)

Colorado 51-0541963
State or (IRS
Incorporation Employer
ID

10001Woodloch Forest Drive, Suite 325, The Woodlands, TX 77380
(Address of Principal Executive Offices) (Zip Code)

Registrant's telephone number, including area code: 281-825-5000

(Former names, 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 past 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to the 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 for Regulation S-T (ss.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

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Indicate by check mark whether the registrant is a large accelerated file, 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.

Larger accelerated filer <input type="checkbox"/>	Accelerated filer <input type="checkbox"/>
Non-accelerated filer <input type="checkbox"/>	Smaller reporting company <input type="checkbox"/>

(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

Indicate the number of share outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

As of August 10, 2011, there were 70,795,582 shares of the registrant's common stock issued and outstanding.

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PART I

ITEM 1. FINANCIAL STATEMENTS:

HUNT GLOBAL RESOURCES, INC.
(A Development Stage Company)
UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS

	June 30, 2011	December 31, 2010
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 1,732,484	\$ 1,069,473
Accounts receivable	67,061	-
Short-term loan receivable	50,000	-
Related party receivables	72,801	29,413
Inventory	274,604	-
Prepaid royalties to related parties	634,986	622,986
Prepaid expenses and other	390,697	59,074
Total current assets	3,222,634	1,780,946
Property, plant and equipment, net of accumulated depreciation	11,954,261	918,047
Surface mining rights and royalty agreement	3,696,177	3,696,177
Intangible assets, net of accumulated amortization	134,463,332	-
Other assets	15,000	25,000
Total assets	\$ 153,351,403	\$ 6,420,170
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Accounts payable, including amounts due to related parties	\$ 1,378,470	\$ 757,879
Accrued dividend payable	232,344	46,666
Accrued interest payable	179,236	323,653
Accrued liability to related party	1,236,607	276,000
Other current liabilities	439,648	-
Notes payable, net of unamortized discount of \$2,195,001 at June 30, 2011	5,431,824	4,346,704
Notes payable to related parties	500,000	1,100,000
Total current liabilities	9,398,129	6,850,902
Shareholders' equity (deficit)		
Preferred stock, no par value, 1,000,000 shares authorized		
Class A convertible - 325,000 shares authorized, 247,138 and 123,463 shares issued and outstanding at June 30, 2011 and December 31, 2010, respectively	46,553,117	2,414,139
Class B convertible - 325,000 shares authorized, 248,675 and 125,000 shares issued and outstanding at June 30, 2011 and December 31, 2010, respectively	52,705,539	310,642
Common stock, no par value, 500,000,000 shares authorized, 70,795,582 and 37,442,453 shares issued and outstanding at June 30, 2011 and December 31, 2010, respectively	72,702,624	13,884,175
Additional paid-in capital	7,932,370	-

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Shareholder receivable	(8,782,141)	-
Unissued common stock	297,350	-
Accumulated other comprehensive income (loss)	459,373	-
Loss accumulated during the development stage	(36,319,475)	(17,039,688)
Total Hunt Global Resources, Inc. shareholders' equity (deficit)	135,548,757	(430,732)
Non-controlling interest	8,404,517	-
Total shareholders' equity (deficit)	143,953,274	(430,732)
Total liabilities and shareholders' equity (deficit)	\$ 153,351,403	\$ 6,420,170

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

HUNT GLOBAL RESOURCES, INC.
(A Development Stage Company)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

	For the Six Months Ended June 30,		For the Three Months Ended June 30,		Period From Inception to June 30,
	2011	2010	2011	2010	2011
Product sales	\$ 160,251	\$ -	\$ 133,566	\$ -	\$ 160,251
Cost of sales	359,696	-	314,517	-	359,696
Gross profit	(199,445)	-	(180,951)	-	(199,445)
Operating expenses					
Selling, general and administrative	6,173,303	1,782,131	4,168,734	925,186	18,316,234
Depreciation and amortization	4,987,407	52,836	3,740,063	26,576	5,129,797
Total operating expenses	11,160,710	1,834,967	7,908,797	951,762	23,446,029
Loss from operations	(11,360,155)	(1,834,967)	(8,089,748)	(951,762)	(23,645,474)
Other income and (expenses):					
Interest income	31,890	5,036	31,890	24	46,100
Interest expense	(1,460,551)	(382,047)	(1,260,011)	(200,787)	(3,909,983)
Loss on debt conversion	(3,976,305)	-	-	-	(4,904,286)
Loss from settlement	(2,827,535)	-	-	-	(2,827,535)
Equity in loss of Momentum	(32,250)	-	(4,750)	-	(250,921)
Loss on investment	(25,427)	-	(25,427)	-	(1,198,022)
Other expense	(58,333)	-	(58,333)	-	(58,333)
Total other income (expenses)	(8,348,511)	(377,011)	(1,316,631)	(200,763)	(13,102,880)
Net loss	(19,708,666)	(2,211,978)	(9,406,379)	(1,152,525)	(36,748,354)
Less net loss attributable to non-controlling interests	428,879	-	377,624	-	428,879
Net loss attributable to Hunt Global Resources, Inc	(19,279,787)	(2,211,978)	(9,028,755)	(1,152,525)	(36,319,745)
Preferred stock dividends	(232,344)	-	(139,258)	-	(372,096)
Net loss attributable to common stock	\$ (19,512,131)	\$ (2,211,978)	\$ (9,168,013)	\$ (1,152,525)	\$ (36,691,571)
Net loss per common share - basic and diluted	\$ (0.30)	\$ (0.03)	\$ (0.13)	\$ (0.01)	

Weighted average number of
common shares

outstanding - basic and diluted	64,464,725	85,017,995	\$ 70,632,326	\$ 85,017,995
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The accompanying notes are an integral part of these condensed consolidated financial statements.

