

CoroWare, Inc,  
Form 10-Q  
November 13, 2015

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UNITED STATES

SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549

FORM 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(D) OF THE SECURITIES EXCHANGE OF 1934

For the quarterly period ended September 30, 2015

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: 000-33231

COROWARE , INC.  
(EXACT NAME OF THE COMPANY AS SPECIFIED IN ITS CHARTER)

Delaware  
(State or Other Jurisdiction  
of Incorporation)

95-4868120  
(I.R.S. Employer  
Identification No.)

601 108 th Avenue NE, Suite 1900  
Bellevue, WA 98004  
(ADDRESS OF PRINCIPAL EXECUTIVE OFFICES)

(800) 641-2676  
(ISSUER REGISTRANT TELEPHONE NUMBER)

Indicate by check mark whether the Company (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 such shorter period that the Company 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 (§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

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  (Do not check if a smaller reporting company)   
reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Act). Yes  No

As of November 13, 2015 there were 8,888,809,250 shares of the issuer's \$0.0001 par value common stock outstanding.

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COROWARE, INC.  
 QUARTERLY REPORT ON FORM 10-Q

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## PART I – FINANCIAL INFORMATION

## ITEM 1. CONSOLIDATED FINANCIAL STATEMENTS

COROWARE, INC.  
CONSOLIDATED BALANCE SHEETS

## ASSETS

	September 30, 2015 (Unaudited)	December 31, 2014
<b>CURRENT ASSETS</b>		
Cash	\$ 46,352	\$ 27,679
Accounts receivable, net	204,554	65,967
Inventory, net	2,964	5,515
<b>Total Current Assets</b>	<b>253,870</b>	<b>99,161</b>
<b>PROPERTY AND EQUIPMENT, net</b>	<b>28,874</b>	<b>17,577</b>
<b>OTHER ASSETS</b>		
Other assets, net	11,993	9,743
<b>Total Other Assets</b>	<b>11,993</b>	<b>9,743</b>
<b>TOTAL ASSETS</b>	<b>\$ 294,737</b>	<b>\$ 126,481</b>
<b>LIABILITIES AND STOCKHOLDERS' DEFICIT</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued expenses	\$ 8,063,442	\$ 7,194,471
Accrued expenses- related parties	201,947	179,072
Obligations collateralized by receivables	42,471	84,274
Notes payable, net of debt discounts	623,870	274,582
Notes payable-related parties	169,910	186,134
Derivative liability	7,415,527	6,432,768
Small Business Administration loan	979,950	979,950
Convertible debt, net of debt discounts	2,795,414	2,570,062
<b>Total Current Liabilities</b>	<b>20,292,531</b>	<b>17,901,313</b>
<b>Commitments and contingencies</b>		
<b>STOCKHOLDERS' DEFICIT</b>		
Redeemable preferred stock, Series A, \$.001 par value, 125,000 shares authorized, 0 shares issued and outstanding	-	-

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Redeemable preferred stock, Series B, \$.001 par value, 525,000 shares authorized, 159,666 shares issued and outstanding	160	160
Redeemable preferred stock, Series C, \$.001 par value, 500,000 shares authorized, 0 shares issued and outstanding	-	-
Redeemable preferred stock, Series D, \$.001 par value, 500,000 shares authorized, 100,000 shares issued and outstanding	100	100
Redeemable preferred stock, Series E, \$.001 par value, 1,000,000 shares authorized, 798,084 shares issued and outstanding	798	798
Redeemable preferred stock, Series F, \$.001 par value, 500,000 shares authorized, 190,000 shares issued and outstanding	190	190
Redeemable preferred stock, Series G, \$.001 par value, 500,000 shares authorized, 25,000 shares issued and outstanding	25	25
Common stock; 13,000,000,000 shares authorized at \$.0001 par value, 8,414,278,152 shares issued and outstanding	841,428	841,428
Additional paid-in capital	31,389,098	31,389,098
Non controlling interest	92,258	92,258
Treasury stock	(179)	(179)
Accumulated deficit	(52,321,672)	(50,098,710)