

Apollo Medical Holdings, Inc.  
Form 10-Q  
December 10, 2010

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 AND EXCHANGE ACT OF 1934

FOR THE QUARTERLY PERIOD ENDED October 31, 2010

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES AND EXCHANGE ACT OF 1934

COMMISSION FILE NUMBER: 000-25809

---

APOLLO MEDICAL HOLDINGS, INC.  
(Exact name of registrant as specified in its charter)

---

Delaware  
(State or other jurisdiction of  
incorporation or organization)

20-8046599  
(I.R.S. Employer  
Identification Number)

450 N. Brand Blvd., Suite 600  
Glendale, California 91203  
(Address of principal executive offices)

(818) 396-8050  
Issuer's telephone number:

---

(Former Name or Former Address, 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 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 .

Edgar Filing: Apollo Medical Holdings, Inc. - Form 10-Q

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 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.

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 November 10, 2010, there were 27,635,774 shares of the registrant's common stock, \$0.001 par value per share, issued and outstanding.

---

APOLLO MEDICAL HOLDINGS, INC.

INDEX TO FORM 10-Q FILING

FOR THE THREE AND NINE MONTHS ENDED OCTOBER 31, 2010 AND 2009

TABLE OF CONTENTS

	PAGE
<b>PART I</b>	
<b>FINANCIAL INFORMATION</b>	
Item 1. Financial Statements – Unaudited	
Condensed Consolidated Balance Sheet As of October 31, 2010 and January 31, 2010	3
Condensed Consolidated Statements of Operations For the Three and Nine months ended October 31, 2010 and 2009	4
Condensed Consolidated Statements of Cash Flows For the Nine months ended October 31, 2010 and 2009	6
Notes to Condensed Consolidated Financial Statements	7-14
Item 2. Management’s Discussion and Analysis of Financial Condition and Results of Operations	15-18
Item 3. Quantitative and Qualitative Disclosures about Market Risk	19
Item 4. Control and Procedures.	19
<b>PART II</b>	
<b>OTHER INFORMATION</b>	
Item 1. Legal Proceedings	20
Item 2. Unregistered Sales of Equity Securities and the Use of Proceeds	20
Item 3. Defaults upon Senior Securities	20
Item 4. Submission of Matters to a Vote of Security Holders	20
Item 5. Other Information	20
Item 6. Exhibits	20

APOLLO MEDICAL HOLDINGS, INC.  
CONSOLIDATED BALANCE SHEETS  
(UNAUDITED)

	October 31, 2010	January 31, 2010
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 501,639	\$ 665,737
Accounts receivable, net	643,107	457,517
Receivable from officers	8,616	23,483
Due from affiliate	3,900	2,850
Prepaid expenses	46,235	30,165
Total current assets	1,203,497	1,179,752
Deferred commission cost, net	85,938	114,063
Property and equipment, net	7,865	11,627
<b>TOTAL ASSETS</b>	<b>\$ 1,297,300</b>	<b>\$ 1,305,442</b>
<b>LIABILITIES AND STOCKHOLDERS' DEFICIT</b>		
<b>CURRENT LIABILITIES:</b>		
Accounts payable and accrued liabilities	\$ 150,116	\$ 104,252
Total current liabilities	150,116	104,252
Convertible notes, net	1,248,186	1,247,582
Total liabilities	1,398,302	1,351,834
<b>STOCKHOLDERS' DEFICIT:</b>		
Preferred stock, par value \$0.001 ; 5,000,000 shares authorized; none issued	-	-
Common Stock, par value \$0.001; 100,000,000 shares authorized, 27,635,774 and 27,041,328 shares issued and outstanding as of October 31, 2010 and January 31, 2010	27,636	27,041
Additional paid-in-capital	986,266	939,483
Accumulated deficit	(1,343,019)	(1,241,031)
Total	(329,117)	(274,507)
Non-controlling interest	228,115	228,115
Total stockholders' deficit	(101,002)	(46,392)
<b>TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT</b>	<b>\$ 1,297,300</b>	<b>\$ 1,305,442</b>

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

APOLLO MEDICAL HOLDINGS, INC.  
 CONSOLIDATED STATEMENTS OF OPERATIONS  
 FOR THE THREE AND NINE MONTH PERIODS ENDED OCTOBER 31, 2010 AND 2009  
 (UNAUDITED)

	For the Three Month Periods		For the Nine Month Periods	
	Ended		Ended	
	October 31,		October 31,	
	2010	2009	2010	2009
NET REVENUE	\$ 1,019,078	\$ 616,975	\$ 2,861,658	\$ 1,699,100
COST OF REVENUE	868,119	455,183	2,407,524	1,262,430