

CREDITRISKMONITOR COM INC
Form 10-Q
August 11, 2008

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 June 30, 2008

TRANSITION REPORT UNDER SECTION 13 OR 15(d) OF THE EXCHANGE ACT
For the transition period from _____ to _____

Commission file number 1-8601

CREDITRISKMONITOR.COM, INC.

(Exact name of registrant as specified in its charter)

Nevada

36-2972588

(State or other jurisdiction of
incorporation or organization)

(I.R.S. Employer Identification No.)

704 Executive Boulevard, Suite A
Valley Cottage, New York 10989

(Address of principal executive offices)

(845) 230-3000

(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the 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

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a small reporting company. See the definitions of large accelerated filer, accelerated filer and smaller reporting company in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer
Non-accelerated filer

Accelerated filer
Smaller reporting company

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

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Yes No

APPLICABLE ONLY TO ISSUERS INVOLVED IN BANKRUPTCY
PROCEEDINGS DURING THE PRECEDING FIVE YEARS

Indicate by check mark whether the registrant has filed all documents and reports required to be filed by Sections 12, 13 or 15(d) of the Exchange Act of 1934 subsequent to the distribution of securities under a plan confirmed by a court.

Yes No

APPLICABLE ONLY TO CORPORATE ISSUERS

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practical date:
Common stock \$.01 par value -- 7,699,462 shares outstanding as of August 4, 2008.

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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

CREDITRISKMONITOR.COM, INC.
BALANCE SHEETS
JUNE 30, 2008 AND DECEMBER 31, 2007

	June 30, 2008	Dec. 31, 2007
	(Unaudited)	(Note 1)
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 3,236,612	\$ 2,973,263
Accounts receivable, net of allowance	691,317	737,436
Other current assets	152,174	260,657
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Total current assets	4,080,103	3,971,356
Property and equipment, net	172,336	149,773
Goodwill	1,954,460	1,954,460
Prepaid and other assets	34,026	27,753
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Total assets	\$ 6,240,925	\$ 6,103,342
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LIABILITIES AND STOCKHOLDERS EQUITY		
Current liabilities:		
Deferred revenue	\$ 3,789,651	\$ 3,391,339
Accounts payable	60,589	51,119
Accrued expenses	333,602	348,745
Current portion of long-term debt		136,141
	<hr/>	<hr/>
Total current liabilities	4,183,842	3,927,344
Long-term debt, net of current portion		150,799
Other liabilities	6,108	66,422
	<hr/>	<hr/>
Total liabilities	4,189,950	4,144,565
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Stockholders' equity:		
Preferred stock, \$.01 par value; authorized 5,000,000 shares; none issued		
Common stock, \$.01 par value; authorized 25,000,000 shares; issued and outstanding 7,699,462 and 7,694,462 shares, respectively	76,994	76,944
Additional paid-in capital	28,253,805	28,221,907
Accumulated deficit	(26,279,824)	(26,340,074)
	<hr/>	<hr/>
Total stockholders' equity	2,050,975	1,958,777
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Total liabilities and stockholders' equity	\$ 6,240,925	\$ 6,103,342
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See accompanying condensed notes to financial statements.

CREDITRISKMONITOR.COM, INC.
STATEMENTS OF OPERATIONS
FOR THE THREE MONTHS ENDED JUNE 30, 2008 AND 2007
(Unaudited)

	<u>2008</u>	<u>2007</u>
Operating revenues	\$ 1,404,450	\$ 1,233,177
Operating expenses:		
Data and product costs	447,743	408,046
Selling, general and administrative expenses	921,497	754,042
Depreciation and amortization	20,471	16,688
Total operating expenses	<u>1,389,711</u>	<u>1,178,776</u>
Income from operations	14,739	54,401
Other income	8,738	18,390
Interest expense	<u>(2,528)</u>	<u>(9,889)</u>
Income before income taxes	20,949	62,902
Provision for income taxes	<u>467</u>	<u>5,014</u>
Net income	<u>\$ 20,482</u>	<u>\$ 57,888</u>
Net income per share of common stock:		
Basic	\$ 0.00	\$ 0.01
Diluted	\$ 0.00	\$ 0.01
Weighted average number of common shares outstanding:		
Basic	7,694,473	7,694,462
Diluted	8,058,513	8,142,415

See accompanying condensed notes to financial statements.

CREDITRISKMONITOR.COM, INC.
 STATEMENTS OF OPERATIONS
 FOR THE SIX MONTHS ENDED JUNE 30, 2008 AND 2007
 (Unaudited)

	<u>2008</u>	<u>2007</u>
Operating revenues	\$ 2,769,640	\$ 2,391,977
Operating expenses:		
Data and product costs	878,971	829,302
Selling, general and administrative expenses	1,813,743	1,457,186
Depreciation and amortization	38,010	33,327
Total operating expenses	<u>2,730,724</u>	<u>2,319,815</u>
Income from operations	38,916	72,162
Other income	33,464	36,780
Interest expense	(9,773)	(20,726)
Income before income taxes	62,607	88,216
Provision for income taxes	<u>2,357</u>	<u>10,182</u>
Net income	<u>\$ 60,250</u>	<u>\$ 78,034</u>
Net income per share of common stock:		