

China Youth Media, Inc.
Form 10-Q
August 14, 2009

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 ACT OF 1934 For the quarterly period ended: June 30, 2009

Commission File Number: 000-33067

CHINA YOUTH MEDIA, INC.
(Exact name of registrant as specified in its charter)

DELAWARE
(State or other jurisdiction of incorporation or
organization)

87-0398271
(I.R.S. Employer Identification No.)

4143 Glencoe Avenue, Unit B, Marina Del Rey, CA 90292
(Address of principal executive offices)

Registrant's telephone number, including area code: (310) 728-1450

Not Applicable
(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 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. x Yes o 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). oYes o 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 definition of "large accelerated filer", "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

- Large accelerated filer o Accelerated filer o
- Non-accelerated filer o Smaller reporting company x

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).
o Yes x 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 practicable date. As of August 13, 2009, the issuer had 157,346,672 outstanding shares of Common Stock, \$.001 par value.

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CHINA YOUTH MEDIA, INC.

Consolidated Balance Sheet

	June 30, 2009 (Unaudited)	December 31, 2008 (Audited)
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 411,592	\$ 34,425
Accounts receivable, net	147,571	161,604
Other current assets	112,793	112,500
TOTAL CURRENT ASSETS	671,956	308,529
Property and equipment, net	36,238	16,778
Intangible assets, net	8,804,678	8,537,503
Other Assets	43,942	98,968
TOTAL ASSETS	\$ 9,556,814	\$ 8,961,778
LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)		
CURRENT LIABILITIES		
Accounts payable	\$ 265,287	\$ 197,582
Accrued liabilities	922,674	848,006
Note payable - related party	5,000	5,000
TOTAL CURRENT LIABILITIES	1,192,961	1,050,588
LONG TERM LIABILITIES		
Convertible notes payable - related party	150,000	2,228,047
Convertible note payable	250,000	250,000
Note payable	1,371,321	100,000
Beneficial conversion feature	(326,460)	(207,489)
TOTAL LONG TERM LIABILITIES	1,444,861	2,370,558
TOTAL LIABILITIES	\$ 2,637,822	\$ 3,421,146
STOCKHOLDERS' EQUITY (DEFICIT)		
Preferred stock, \$0.001 par value: 2,000,000 shares authorized; Series A Preferred Stock, \$0.001 par value; 500,000 shares authorized; 71,020 shares issued and outstanding at June 30, 2009;		
82,020 shares issued and outstanding at December 31, 2008;	71	83
Common stock, \$0.001 par value: 500,000,000 shares authorized;		

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157,346,672 shares issued and outstanding at June 30, 2009;		
71,828,439 shares issued and outstanding at December 31, 2008;	157,347	71,828
Paid-in capital	20,274,139	16,313,219
Accumulated deficit	(13,512,565)	(10,844,498)
TOTAL STOCKHOLDERS' EQUITY (DEFICIT)	6,918,992	5,540,632
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)	\$ 9,556,814	\$ 8,961,778

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

CHINA YOUTH MEDIA, INC.

Consolidated Statements of Operations (Unaudited)

	Three Months Ended		Six Months Ended	
	June 30, 2009	June 30, 2008	June 30, 2009	June 30, 2008
REVENUE				
Sales	\$	—\$	50,516	