

M B A HOLDINGS INC
Form 10-Q
October 20, 2006
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**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 **July 31, 2006**

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: **000-28221**

M.B.A. HOLDINGS, INC.

(Exact name of business issuer as specified in its charter)

Nevada **87-0522680**
(State or other (I.R.S. Employer
jurisdiction of Identification No.)
incorporation or
organization)

9419 E. San
Salvador, Suite
105
Scottsdale, AZ **85258-5510**
(Address of
principal (Zip Code)
executive offices)

Registrant's telephone number, including area code: **(480)-860-2288**

Former name, former address and former fiscal year, if changed since last report: **None**

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

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

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Large accelerated filer

Accelerated filer

Non-accelerated filer

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

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

Number of Common Stock shares (no par value, \$0.0001 stated value) outstanding at July 31, 2006: 217,005,313 shares.

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JULY 31, 2006 AND OCTOBER 31, 2005**

ASSETS	July 31, 2006 (Unaudited)	October 31, 2005
CURRENT ASSETS:		
Cash and cash equivalents	\$ 59,020	\$ 545,184
Restricted cash	120,341	25,653
Accounts receivable	351,562	284,502
Prepaid expenses and other assets	67,332	31,481
Deferred direct costs	2,141,205	2,496,606
Total current assets	2,739,460	3,383,426
PROPERTY AND EQUIPMENT:		
Computer equipment	347,531	332,523
Office equipment and furniture	161,038	208,523
Vehicles	25,000	410,318
Leasehold improvements	80,182	80,182
Total property and equipment	613,751	1,031,546
Accumulated depreciation and amortization	(507,341)	(498,274)
Property and equipment - net	106,410	533,272
OTHER ASSETS		
Deposits	4,217	-
Deferred direct costs	2,108,225	2,925,256
	2,112,442	2,925,256
TOTAL ASSETS	\$ 4,958,312	\$ 6,841,954

See notes to condensed consolidated financial statements.

Table of Contents**M.B.A. HOLDINGS, INC. AND SUBSIDIARIES****CONDENSED CONSOLIDATED BALANCE SHEETS (Continued)
JULY 31, 2006 AND OCTOBER 31, 2005****LIABILITIES AND STOCKHOLDERS'
DEFICIT**

	July 31, 2006 (Unaudited)	October 31, 2005
CURRENT LIABILITIES:		
Net premiums payable to insurance companies	\$ 357,670	\$ 349,000
Notes payable - short term	233,473	458,695
Notes payable - officer	487,375	147,500
Accounts payable and accrued expenses	628,191	721,884
Accounts payable - officer	356,584	175,006
Capital lease obligations	10,686	9,828
Deferred revenues	2,466,676	2,871,093
Total current liabilities	4,540,655	4,733,006
Capital lease obligations - net of current portion	18,519	14,067
Notes payable less current portion	47,862	477,624
Deferred income tax liability	12,802	12,802
Deferred revenues	2,448,802	3,356,602
Total liabilities	7,068,640	8,594,101
COMMITMENTS AND CONTINGENCIES		
Minority interest in consolidated subsidiary	-	-
STOCKHOLDERS' DEFICIT:		
Preferred stock, no par value; \$.0001 stated value 100,000,000 shares authorized in 2006 and 2005; 2,000,000 Class B non-convertible preferred issued and outstanding in 2006 and 2005	200	200
Common stock, no par value, \$.0001 stated value, 350,000,000 shares authorized (post split), 218,005,313 shares issued (post split) in 2006 and 209,871,980 (post split) in 2005, 217,689,313 shares (post split) outstanding in 2006 and 209,555,980 (post split) in 2005	21,769	20,987
Additional paid-in capital	9,962,318	9,805,836
Accumulated deficit	(12,039,115)	(11,523,670)
Less: 316,000 (post split) shares in 2006 and 2005 of common stock in treasury, at cost	(55,500)	(55,500)
Total stockholders' deficit		