

PARAMOUNT GOLD & SILVER CORP.
Form 10-Q
February 09, 2012

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 December 31, 2011

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

For the transition period from _____ to _____

Paramount Gold and Silver Corp.
(Exact name of registrant as specified in its charter)

Delaware
(State or Other Jurisdiction
of Incorporation)

0-51600
(Commission
File Number)

20-3690109
(I.R.S. Employer
Identification No.)

665 Anderson Street, Winnemucca, Nevada 89445
(Address of Principal Executive Office) (Zip Code)

(775)625-3600
(Issuer's telephone number, including area code)

N/A
(Former name, former address and former fiscal year, if changed since last report)

Indicate by a 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 the 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

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(§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 Smaller reporting company
(Do not check if 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

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 Section 12, 13, or 15 (d) of the Securities 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 practicable date: 136,887,012 shares of Common Stock, \$.001 par value as of January 31, 2012.

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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

PARAMOUNT GOLD AND SILVER CORP.

(An Exploration Stage Mining Company)

Consolidated Financial Statements

(Unaudited)

Period ended December 31, 2011 and 2010

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PARAMOUNT GOLD AND SILVER CORP.

(An Exploration Stage Mining Company)

Consolidated Balance Sheets

As at December 31, 2011(Unaudited) and June 30, 2011 (Audited)

(Expressed in United States dollars, unless otherwise stated)

	As at December 31, 2011 (Unaudited)	As at June 30, 2011 (Audited)
Assets		
Current Assets		
Cash and cash equivalents	\$ 7,234,561	\$ 14,689,241
Amounts receivable	1,277,880	1,625,724
Prepaid and deposits	354,854	34,252
Prepaid insurance, current portion (Note 11)	245,215	245,215
Marketable securities (Note 3)	162,172	319,219
Total Current Assets	9,274,682	16,913,651
Non-Current Assets		
Mineral properties (Note 8)	50,579,859	49,515,859
Fixed assets (Note 9)	465,610	487,740
Prepaid insurance, non current portion (Note 11)	490,428	613,035
Reclamation bond (Note 11)	2,746,998	2,765,742
Total Non-Current Assets	54,282,895	53,382,376
Total Assets	\$ 63,557,577	\$ 70,296,027
Liabilities and Shareholders' Equity		
Liabilities		
Current Liabilities		
Accounts payable	\$ 1,200,368	\$ 769,172
Warrant Liability (Note 4)	9,626,541	16,914,660
Total Current Liabilities	10,826,909	17,683,832
Non-Current Liabilities		
Reclamation and Environmental Obligation (Note 11)	1,198,205	1,143,892
Total Liabilities	\$ 12,025,114	18,827,724
Shareholders' Equity		
Capital stock (Note 6)	136,887	136,249
Additional paid in capital	131,109,089	129,664,660
Contributed surplus	11,389,431	11,287,242
Deficit accumulated during the exploration stage	(90,920,552)	(89,637,633)
Accumulated other comprehensive income	(182,392)	17,785
Total Shareholders' Equity	51,532,463	51,468,303

Total Liabilities and Shareholders' Equity	\$ 63,557,577	\$ 70,296,027
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Subsequent Events (Note 12)

The accompanying notes are an integral part of the consolidated financial statements

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PARAMOUNT GOLD AND SILVER CORP.

(An Exploration Stage Mining Company)

Consolidated Statements of Operations and Comprehensive Loss (Unaudited)

For the Six Month Period Ended December 31, 2011 and 2010

(Expressed in United States dollars, unless otherwise stated)

	For the Three Month Period Ended December 31, 2011	For the Six Month Period Ended December 31, 2011	For the Three Month Period Ended December 31, 2010	For the Six Month Period Ended December 31, 2010	Cumulative Since Inception to December 31, 2011
Revenue					
Interest Income	\$ (3,702)	\$ 16,940	\$ 25,416	\$ 46,352	\$ 1,153,772
Other Income	48,130	73,130	178,230	178,230	253,963
Total Revenue	\$ 44,428	\$ 90,070	\$ 203,646	\$ 224,582	\$ 1,407,735
Expenses:					