

GROW CONDOS, INC.
Form 10-Q
February 17, 2015

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 December 31, 2014

TRANSITION REPORT UNDER SECTION 13 OR 15 (d) OF THE EXCHANGE ACT

For the transition period from _____ to _____

Commission File No. 000-53548

GROW CONDOS, INC.
(Exact name of Registrant as specified in its charter)

Nevada
(State or Other Jurisdiction of
incorporation or organization)

90-1075314
(I.R.S. Employer Identification No.)

722 W. Dutton Road
Eagle Point, OR 97524
(Address of Principal Executive Offices)

(541) 879-0504
(Registrant's telephone number, including area code)

Indicate by check mark whether the Registrant has (1) filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 (the "Exchange Act") 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 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). N/A

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 definition of "large accelerated filer," "accelerated filer" and "smaller reporting

company” in Rule 12b-2 of the Exchange Act. (Check one):

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

**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 Securities Exchange Act of 1934 subsequent to the distribution of securities under a plan confirmed by a court.

Not applicable.

APPLICABLE ONLY TO CORPORATE ISSUERS

Indicate the number of shares outstanding of each of the Registrant’s classes of common stock, as of the latest practicable date: February 13, 2015 – 41,698,479 shares of common stock.

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PART I – Financial Information

Item 1. Financial Statements

The Financial Statements of the Registrant required to be filed with this 10-Q Quarterly Report were prepared by management and commence below, together with related notes. In the opinion of management, the Financial Statements fairly present the financial condition of the Registrant.

GROW CONDOS, INC. AND SUBSIDIARY
CONDENSED CONSOLIDATED BALANCE SHEETS

ASSETS

	December 31, 2014 (Unaudited)	June 30, 2014
Current Assets		
Cash and cash equivalents	\$ 28,806	\$ 155,153
Lease receivables	17,502	950
Prepaid expenses	9,459	404
Total Current Assets	55,767	156,507
Property and equipment, net	1,227,158	1,201,850
Deposits	818	818
Total Assets	\$ 1,283,743	\$ 1,359,175

LIABILITIES AND STOCKHOLDERS' EQUITY

Current Liabilities		
Accounts payable, trade	\$ 47,258	\$ 35,851
Accrued liabilities	9,664	13,506
Mortgage payable, current portion	30,510	29,841
Total Current Liabilities	87,432	79,198
Mortgages payable, less current portion	980,539	997,948
Customer deposits	5,700	3,600
Deferred revenue for purchase options	9,900	3,900
Total Liabilities	1,083,571	1,084,646
Shareholders' Equity		
Preferred stock, \$.001 par value, 5,000,000 shares authorized, none issued or outstanding	-	-
Common stock, \$.001 par value, 45,000,000 shares authorized, 41,698,479 and 41,435,709 issued and outstanding respectively	41,699	41,436
Additional paid-in-capital	11,507,419	11,422,282
Accumulated deficit	(11,348,946)	(11,189,189)
Total Stockholders' Equity	200,172	274,529
Total Liabilities and Stockholders' Equity	\$ 1,283,743	\$ 1,359,175

The Accompanying Notes are an integral part
of these Condensed Consolidated Financial Statements

GROW CONDOS, INC. AND SUBSIDIARY
CONDENSED CONSOLIDATED STATEMENT OF OPERATIONS

	For the three months ended December 31,		For the six months ended December 31,	
	2014 (unaudited)	2013	2014 (unaudited)	2013
Rental revenues	\$ 14,740	\$ 900	\$ 24,700	\$ 900
Total revenues	14,740	900	24,700	900
Operating expenses	100,572	3,287	157,987	3,287
Loss from operations	(85,832)	(2,387)	(133,287)	(2,387)
Interest expense	13,332	-	26,469	
Loss before provision for income taxes	(99,164)	(2,387)	(159,756)	(2,387)
Provision for income taxes	-			
Net (loss)	\$ (99,164)	\$ (2,387)	\$ (159,756)	\$ (2,387)