

INNOVATIVE DESIGNS INC
Form 10-Q/A
April 30, 2007

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-QSB/A

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

For the quarterly period ended January 31, 2007

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: 333-103746

INNOVATIVE DESIGNS, INC.
(Exact Name of Registrant as Specified in its Charter)

Delaware
(State or other jurisdiction of
incorporation or organization)

03-0465528
(I.R.S. Employer
Identification No.)

223 North Main Street, Suite 1
Pittsburgh, Pennsylvania 15215
(Address of Principal Executive Offices, Zip Code)

(412) 799-0350
(Issuer's Phone Number Including Area Code)

N/A
(Former Name or Former Address, if changed since last report)

Check whether the issuer (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities and 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 shell company (as defined in Rule 12b-2 of the Exchange Act). YES NO

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As of March 15, 2007, there were 16,901,193 shares of the Registrant's common stock, par value \$.01 per share, outstanding.

Transitional Small Business Disclosure Format: YES NO

Innovative Designs, Inc.

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PART I - FINANCIAL INFORMATION

The Form 10-QSB/A was amended in response to comments received from the staff of the SEC. The comments generally related to enhancing certain disclosures in the Form 10-QSB/A as well as to the financial statements and related notes.

ITEM 1. CONDENSED FINANCIAL STATEMENTS**INNOVATIVE DESIGNS, INC.****CONDENSED BALANCE SHEETS**

(Debtor-in-Possession)

January 31, 2007 (Unaudited) and October 31, 2006ASSETS

	2007		2006
CURRENT ASSETS:			
Cash	\$ 71,505	\$	66,275
Accounts receivable	342,291		283,251
Inventory	694,772		727,210
Other assets	7,559		11,572
Total current assets	1,116,127		1,088,308
 PROPERTY AND EQUIPMENT, NET	 19,300		 20,497
 TOTAL ASSETS	 \$ 1,135,427	 \$	 1,108,805

LIABILITIES AND STOCKHOLDERS' DEFICIT

CURRENT LIABILITIES:			
Current liabilities not subject to compromise:			
Accounts payable	\$ 6,881	\$	6,881
Current portion of notes payable	358,058		391,412
Accrued interest expense on debt not subject to compromise	62,200		62,200
Current liabilities not subject to compromise	427,139		460,493
Current liabilities subject to compromise:			
Accounts payable - related party	28,220		28,220
Current portion of related party debt	111,000		111,000
Due to shareholders	51,500		41,500
Accrued expenses	5,538		4,925
Accrued liability related to arbitration award	4,176,000		4,176,000
Current liabilities subject to compromise	4,372,258		4,361,645
Total current liabilities	4,779,397		4,822,138
 LONG-TERM LIABILITIES NOT SUBJECT TO COMPROMISE:			
Long-term liabilities not subject to compromise:			
Long-term portion of notes payable	422,939		426,458
Total long term liabilities not subject to compromise	422,939		426,458
 TOTAL LIABILITIES	 5,222,336		 5,248,596

STOCKHOLDERS' DEFICIT:

Preferred stock, \$.0001 par value, 100,000,000
shares authorized

Common stock, \$.0001 par value, 500,000,000
shares

authorized, 16,901,193 and 19,224,291 shares

issued and outstanding

Additional paid in capital

Accumulated deficit

Total stockholders' (deficit)

1,691

4,402,940

(8,491,540)

(4,086,909)

1,691

4,402,940

(8,544,422)

(4,139,791)

TOTAL LIABILITIES AND STOCKHOLDERS'

DEFICIT

\$ 1,135,427

\$ 1,108,805

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

INNOVATIVE DESIGNS, INC.

STATEMENTS OF OPERATIONS
 (Debtor-in-Possession)
(Unaudited)

	For the Three Months Ended	
	January 31, 2007	January 31, 2006
REVENUE	\$ 215,683	\$ 12,241
OPERATING EXPENSES:		
Cost of sales	85,908	5,141
Selling, general and administrative expenses	69,694	227,522
	155,602	232,663
Income (loss) from operations	60,081	(220,422)
OTHER INCOME AND (EXPENSE):		
Interest expense	(7,199)	(4,138)
Net income (loss)	\$	