

BODISEN BIOTECH, INC
Form 10-Q
August 20, 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: June 30, 2012

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

For the transition period from _____ to _____

Commission File No. 000-54780

BODISEN BIOTECH, INC.
(Exact name of small business issuer as specified in its charter)

Delaware
(State or other jurisdiction of
incorporation or organization)

98-0381367
(I.R.S. Employer Identification No.)

Room 2001, FanMei Building
No. 1 Naguan Zhengjie
Xi'an, Shaanxi
People's Republic of China
(Address of Principal Executive
Offices)

710068
(Zip Code)

852-2482-5168
(Registrant's Telephone Number, Including Area Code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of 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 (§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.

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Large accelerated filer.

Accelerated filer.

Non-accelerated filer. (Do not check if a smaller reporting company)

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

The number of shares outstanding of each of the issuer's classes of common stock as of August 14, 2012: 21,510,250.

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ITEM 1.

BODISEN BIOTECH, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS

	Notes	June 30, 2012 (unaudited)	December 31, 2011 (audited)
ASSETS			
CURRENT ASSETS:			
Cash		\$ 407,742	\$ 935,375
Accounts receivable and other receivable, net of allowance for doubtful accounts of \$136,907 and \$158,384	2	1,515,632	3,840,546
Other receivables		7,617	19,215
Note receivable	3, 7	-	1,415,700
Inventory	4	4,801,355	2,149,262
Advances to suppliers	2	239,956	498,960
Prepaid expense and other current assets	2	814,426	6,944
Total current assets		7,786,728	8,866,002
PROPERTY AND EQUIPMENT, net	2	21,380,504	22,003,784
MARKETABLE SECURITY, AVAILABLE-FOR-SALE	5	1,271,712	1,211,154
INTANGIBLE ASSETS, net	6	4,830,310	4,852,720
TOTAL ASSETS		\$ 35,269,254	\$ 36,933,660
LIABILITIES AND STOCKHOLDERS' EQUITY			
CURRENT LIABILITIES:			
Accounts payable		\$ 1,060,392	\$ 702,253
Accrued expenses		61,908	81,437
Deferred revenue	2	320,717	556,449
Bank loan	3, 7	1,425,600	1,415,700
Total current liabilities		2,868,617	2,755,839
Long-term bank loan		-	-

TOTAL LIABILITIES		2,868,617	2,755,839
STOCKHOLDERS' EQUITY:			
Preferred stock, \$0.0001 per share; authorized 5,000,000 shares; nil issued and outstanding		-	-
Common stock, \$0.0001 per share; 30,000,000 shares authorized and 21,510,250 shares issued and outstanding		2,151	2,151
Additional paid-in capital		35,345,542	35,345,542
Accumulated other comprehensive income	2	9,167,188	8,876,044
Statutory reserve	10	4,314,488	4,314,488
Accumulated deficit		(16,428,732)	(14,360,404)
Total stockholders' equity		32,400,637	34,177,821
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY		\$ 35,269,254	\$ 36,933,660

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

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BODISEN BIOTECH, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF OPERATIONS AND
OTHER COMPREHENSIVE INCOME (LOSS)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2012	2011	2012	2011
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Revenue	\$ 1,428,557	\$ 1,416,610	\$ 2,509,523	\$ 2,441,287
Cost of revenue	1,138,190	558,927	1,890,532	1,038,144
Gross profit	290,367	857,683	618,991	1,403,143
Operating expenses				
Selling expenses	47,973	30,277	549,601	714,174
General and administrative expenses	1,320,993	531,907	2,139,602	1,048,517
Total operating expenses	1,368,966	562,184	2,689,203	1,762,691
Income (loss) from operations	(1,078,599)	295,499	(2,070,212)	(359,548)
Non-operating income (expense):				
Other income (expense)	(1,676)	(2,280)	(2,288)	(2,509)
Interest income	385	58,659	20,761	106,726
Interest expense	(5,278)	(37,442)	(16,589)	(71,592)
Total non-operating income	(6,569)	18,937	1,884	32,625
Net income (loss)	(1,085,168)	314,436	(2,068,328)	(326,923)
Other comprehensive income (loss)				
Foreign currency translation gain	19,631	448,219	230,586	670,658
Unrealized gain (loss) on marketable equity security	(2,331,471)	(1,998,404)	60,558	(6,742,091)
Total other comprehensive income (loss)	(2,311,840)	(1,550,185)	291,144	(6,071,433)
Comprehensive loss	\$(3,397,008)	\$(1,235,749)	\$(1,777,184)	\$(6,398,356)
Weighted average shares outstanding :				
Basic	21,510,250	21,510,250	21,510,250	21,510,250
Diluted	21,510,250	21,510,250	21,510,250	21,510,250
Earnings (loss) per share:				
Basic	\$(0.05)	\$0.01	\$(0.10)	\$(0.02)
Diluted	\$(0.05)	\$0.01	\$(0.10)	\$(0.02)

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