

ProtoKinetix, Inc.
Form 10-Q
August 11, 2010

U. S. SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-Q

THIS QUARTERLY REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended June 30, 2010

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

For the transition period from _____ to _____

Commission File Number: 0-32917

PROTOKINETIX, INC.

Nevada
(State or other jurisdiction of
incorporation or organization)

94-3355026
(I.R.S. Employer
Identification No.)

2225 Folkestone Way
West Vancouver, British Columbia Canada V7S 2Y6

(Address of principal executive offices, including zip code)

Registrant's telephone number, including area code: (604) 926-6627
Securities registered pursuant to Section 12(b) of the Act: None
Securities registered pursuant to Section 12(g) of the Act: \$.0000053 par value common stock

Indicate by check mark whether the registrant (1) filed all reports required to be filed by Section 13 or 15(d) of the 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, a non-accelerated filer, or a small reporting company.

Large accelerated filer Accelerated filer Non-accelerated filer Smaller reporting company

Indicate by a 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

Check whether the registrant filed all documents and reports required to be filed by Section 12, 13, or 15(d) of the Exchange Act of 1934 after the distribution of securities under a plan confirmed by a court. Yes No

APPLICABLE ONLY TO CORPORATE ISSUERS

State the number of shares outstanding of each of the issuer's classes of common equity, as of the latest practicable date:

73,329,433 common shares outstanding, \$0.0000053 par value, at July 26, 2010.

1

PART I

ITEM 1. FINANCIAL STATEMENTS

PROTOKINETIX, INC.

Balance Sheets at June 30, 2010 and December 31, 2009

Statements of Operations for the three and six months ended June 30, 2010 and 2009 and for the period from December 23, 1999 (Date of Inception) to June 30, 2010

Statements of Stockholder's Equity for the Period from December 23, 1999 (Date of Inception) to June 30, 2010

Statements of Cash Flows for the six months ended June 30, 2010 and 2009 and for the Period from December 23, 1999 (Date of Inception) to June 30, 2010

Notes to Financial Statements

Table of Contents

PROTOKINETIX, INCORPORATED
(A Development Stage Company)

BALANCE SHEETS

	June 30, 2010	December 31, 2009
ASSETS		
Current Assets		
Cash	\$21,645	\$22,788
Prepaid expenses	238,922	240,622
Total current assets and total assets	\$260,567	\$263,410
LIABILITIES AND STOCKHOLDERS' DEFICIT		
Current Liabilities		
Accounts payable	\$157,155	\$115,070
Short-term loan (Note 3.)	57,250	97,250
Convertible note payable (Note 4.)	300,000	300,000
Total current liabilities	514,405	512,320
Stockholders' Deficit (Note 8.)		
Common stock, \$0.0000053 par value; 100,000,000 common shares authorized; 73,129,433 and 68,812,433 shares issued and outstanding for June 30,2010 and December 31,2009 respectively	397	372
Share subscriptions received in advance	48,750	71,250
Additional paid-in capital	22,484,432	22,085,427
Deficit accumulated during the development stage	(22,787,417)	(22,405,959)
Total stockholders' deficit	(253,838)	(248,910)
Total liabilities and stockholders' deficit	\$260,567	\$263,410

See Notes to Financial Statements

Table of Contents

PROTOKINETIX, INCORPORATED
(A Development Stage Company)

STATEMENTS OF OPERATIONS

For the Three and Six Months Ended June 30, 2010 and 2009, and for the
Period from December 23, 1999 (Date of Inception) to June 30, 2010

	Three Months Ended June 30, 2010	Three Months Ended June 30, 2009	Six Months Ended June 30, 2010	Six Months Ended June 30, 2009	Cumulative During the Development Stage
Revenues	\$-	\$-	\$-	\$-	\$ 2,000
General and administrative expenses					
Licenses	-	-	-	-	3,379,756
Professional fees	3,592	22,655	8,268	23,415	3,429,739
Consulting fees	162,665	111,923	285,730	170,520	12,169,111
Research and development	-	276	1,425	18,815	2,380,093
General and Administrative	36,080	36,167	74,035	81,157	1,267,090
Interest	6,000	6,000	12,000	12,000	120,162
	208,337	177,021	381,458	305,907	22,745,951
Loss from continuing operations	(208,337)	(177,021)	(381,458)	(305,907)	(22,743,951)
Discontinued Operations					
Loss from operations of the discontinued segment	-	-	-	-	(43,466)
Net loss for the period	\$(208,337)	\$(177,021)	\$(381,458)	\$(305,907)	\$(22,787,417)
Net Loss per Share (basic and diluted)	\$(0.01)	\$(0.01)	\$(0.01)	\$(0.01)	
Weighted average shares Outstanding (basic and diluted)	70,507,756	57,081,933	70,176,302	57,462,261	

See Notes to Financial Statements

Table of Contents

PROTOKINETIX, INCORPORATED
 STATEMENTS OF STOCKHOLDERS' EQUITY (DEFICIT)
 For the Period from December 23, 1999 (Date of Inception) to June 30, 2010

	Common Stock		Common Stock		Additional	Stock	Deficit	
	Shares	Amount	Issuable	Amount	Paid-in	Subscriptions	Accumulated	Total
			Shares		Capital	Received in advance (Receivable)	During the Development Stage	
Issuance of common stock, December 1999	9,375,000	\$50	-	\$-	\$4,950	\$ -	\$ -	\$5,000
Net loss for the period	-	-	-	-	-	-	(35)	(35)
Balance, December 31, 2000	9,375,000	50	-	-	4,950	-	(35)	4,965
Issuance of common stock, April 2001	5,718,750	30	-	-	15,220	-	-	15,250
Net loss for the year	-	-	-	-	-	-	(16,902)	(16,902)
Balance, December 31, 2001	15,093,750	80	-	-	20,170	-	(16,937)	3,313
Net loss for the year	-	-	-	-	-	-	(14,878)	(14,878)
Balance, December 31, 2002	15,093,750	80	-	-	20,170	-	(31,815)	(11,565)
Issuance of common stock for services:								
July 2003	2,125,000	11	-	-	424,989	-	-	425,000
August 2003	300,000	2	-	-	14,998	-	-	15,000
September 2003	1,000,000	5	-	-	49,995	-	-	50,000
October 2003	1,550,000	8	-	-	619,992	-	-	620,000
Issuance of common stock for licensing rights	14,000,000	74	-	-	2,099,926	-	-	2,100,000
Common stock issuable for licensing rights	-	-	2,000,000	11	299,989	-	-	300,000
Shares cancelled on September 30, 2003	(9,325,000)	(49)	-	-	49	-	-	-

Edgar Filing: ProtoKinetix, Inc. - Form 10-Q

Net loss for the year	-	-	-	-	-	-	(3,662,745)	(3,662,745)
Balance, December 31, 2003	24,743,750	131	2,000,000	11	3,530,108		(3,694,560)	(164,310)
Issuance of common stock for services:								
March 2004	1,652,300	9	-	-	991,371	-	-	991,380
May 2004	500,000	3	-					