

E-Debit Global Corp.
Form 10-Q
May 10, 2011

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

FORM 10-Q

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

For the quarterly period ended: March 31, 2011

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

For the transition period from _____ to _____

Commissions file number 0-32051

E-DEBIT GLOBAL CORPORATION
(Exact name of registrant as specified in its charter)

COLORADO
(State or other jurisdiction of incorporation or organization)

98-0233968
(IRS Employer Identification No.)

#12, 3620 – 29th Street NE
Calgary, Alberta Canada T1Y 5Z8
Telephone (403) 290-0264
(Issuer's telephone number)

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

Indicate by 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 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

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 filed all documents and reports required to be filed by Section 12, 13 or 15(d) of the Exchange Act 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: As of May 6, 2011, there were 92,324,344 outstanding shares of the Registrant's Common Stock, no par value and 70,855,900 shares of Preferred Stock, no par value.

E-DEBIT GLOBAL CORPORATION

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For the quarterly period ended March 31, 2011

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PART I - FINANCIAL INFORMATION

ITEM 1. CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

E-DEBIT GLOBAL CORPORATION
Condensed Consolidated Balance Sheet

ASSETS	March 31, 2011 (Unaudited)	December 31, 2010 (Derived from audited financial statements)
CURRENT ASSETS		
Cash	\$—	\$—
Restricted cash	468,490	482,681
Accounts receivable net of allowance for doubtful accounts of \$863 and \$902	44,800	41,773
Other receivable – related parties	41,486	37,482
Inventory	80,080	78,536
Prepaid expense and deposit	9,153	22,322
Total current assets	644,009	662,794
Property and equipment, net of depreciation	175,768	183,450
Property and equipment, idle	565,710	550,033
Investment, at cost	10	10
Note receivable	164,570	160,010
Intangible Assets, net of amortization	121,993	124,853
Total assets	\$1,672,060	\$1,681,150
LIABILITIES AND STOCKHOLDERS' DEFICIT		
CURRENT LIABILITIES		
Bank overdraft	\$47,850	\$20,918
Accounts payable	761,300	811,844
Accrued liabilities	216,034	213,360
Loans payable	170,741	166,010
Indebtedness to related parties	576,769	437,353
Shareholder loans	300,322	237,014
Total current liabilities	2,073,016	1,886,499
Total liabilities	2,073,016	1,886,499
STOCKHOLDERS' DEFICIT		
Preferred stock – authorized 75,000,000 shares, no par value, 70,855,900 shares issued and outstanding at March 31, 2011 and 70,855,900 at December 31, 2010	1,400,855	1,400,855
Common stock - authorized 500,000,000 shares, no par value;	2,184,540	2,143,790

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92,324,344 shares issued and outstanding at
March 31, 2011 and 89,413,630 at December 31, 2010

Additional paid-in capital	624,791	624,791
Accumulated other comprehensive income	74,988	82,294
Accumulated deficit	(4,686,130)	(4,457,079)
Total stockholders' deficit	(400,956)	(205,349)
Total liabilities and stockholders' Deficit	\$1,672,060	\$1,681,150

See accompanying notes to consolidated financial statements

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E-DEBIT GLOBAL CORPORATION
Condensed Consolidated Statements of Operations
For the Three Months Ended March 31,
(Unaudited)

	2011	2010
Revenue -		
Equipment and supplies	\$8,102	\$2,339
Residual and interchange income	796,960	943,212
Total revenue	805,062	945,551
Cost of sales -		
Equipment and supplies	9,453	1,034
Residual and interchange costs	549,146	643,526
Other	122,767	140,295
Total cost of sales	681,366	784,855
Gross profit	123,696	160,696
Operating expenses -		
Depreciation and amortization	19,563	18,538
Consulting fees	48,450	43,113
Legal and accounting fees	9,374	27,932
Salaries and benefits	155,727	145,181
Travel, delivery and vehicle expenses	11,947	20,397