

SILVER BULL RESOURCES, INC.
Form 10-Q
June 06, 2011

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

FORM 10-Q

(Mark One)

R QUARTERLY REPORT UNDER SECTION 13 OR 15(D) OF THE
SECURITIES EXCHANGE ACT OF 1934

FOR THE QUARTERLY PERIOD ENDED April 30, 2011.

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

FOR THE TRANSITION PERIOD OF _____ TO _____.

Commission File Number: 001-33125

SILVER BULL RESOURCES, INC.
(Exact name of registrant as specified in its charter)

Nevada
State or other jurisdiction of
incorporation or organization

91-1766677
(I.R.S. Employer
Identification No.)

885 West Georgia Street, Suite 2200
Vancouver, B.C. V6C 3E8
(Address of principal executive offices, including zip code)

Registrant's telephone number: 604-687-5800

Metalline Mining Company
6400 S. Fiddlers Green Circle, Suite 950
Greenwood Village, CO 80111
Former name and former address, if changed from last Report

Indicate by check mark whether the registrant (1) 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 R No o

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

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(§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 smaller reporting company:

Large accelerated filer Accelerated filer Non-accelerated filer
 Smaller reporting Company
(Do not check if a 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

As of June 3, 2011, there were 114,881,161 shares of the Registrant's \$.01 par value Common Stock ("Common Stock"), the Registrant's only outstanding class of voting securities.

PART I – FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

SILVER BULL RESOURCES, INC.
(AN EXPLORATION STAGE COMPANY)
QUARTERLY REPORT ON FORM 10-Q
FOR THE QUARTERLY PERIOD ENDED APRIL 30, 2011

INDEX TO CONSOLIDATED FINANCIAL STATEMENTS

	PAGE
Consolidated Financial Statements:	
Consolidated Balance Sheets as of April 30, 2011 and October 31, 2010	2
Consolidated Statements of Operations for the three and six months ended April 30, 2011 and April 30, 2010, and for the period from inception (November 8, 1993) to April 30, 2011	3
Consolidated Statements of Cash Flows for the six months ended April 30, 2011 and April 30, 2010, and for the period from inception (November 8, 1993) to April 30, 2011	4-5
Notes to Consolidated Financial Statements	6-23

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SILVER BULL RESOURCES, INC.
(AN EXPLORATION STAGE COMPANY)
CONSOLIDATED BALANCE SHEETS

	April 30, 2011 (Unaudited)	October 31, 2010 **
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 6,071,197	\$ 10,570,598
Marketable securities	40,555	—
Other receivables	13,465	17,965
Prepaid expenses	248,353	248,417
Prepaid income taxes	9,044	22,231
Total Current Assets	6,382,614	10,859,211
PROPERTY CONCESSIONS		
Sierra Mojada, Mexico (Note 5)	5,103,589	4,318,292
Gabon, Africa (Notes 4, 5 and 7)	4,825,735	4,396,915
	9,929,324	8,715,207
EQUIPMENT		
Office and mining equipment, net of accumulated depreciation of \$997,415 and \$941,781, respectively (Note 6)	1,170,984	1,361,358
OTHER ASSETS		
Value-added tax receivable, net of allowance for uncollectible taxes of \$1,329,328 and \$1,241,876, respectively (Note 3)	1,242,326	629,338
Goodwill (Notes 3 and 4)	20,859,029	19,738,862
Other assets	81,978	9,435
	22,183,333	20,377,635
TOTAL ASSETS	\$ 39,666,255	\$ 41,313,411
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable	\$ 953,456	\$ 729,314
Accrued liabilities and expenses	622,788	241,389
Accrued severance costs	—	184,000
Income tax payable	5,944	—
Payable to joint venture partner (Note 7)	199,150	632,687
Total Current Liabilities	1,781,338	1,787,390

**COMMITMENTS AND CONTINGENCIES (Notes 9
and 13)**
**STOCKHOLDERS' EQUITY (Notes 9, 10, 11, 12 and
16)**

Common stock, \$0.01 par value; 300,000,000 shares
authorized,

107,528,161 and 105,929,762 shares issued and
outstanding, respectively

	1,075,281	1,059,297
Additional paid-in capital	99,829,070	98,358,340
Deficit accumulated during exploration stage	(64,510,632)	(61,322,505)
Other comprehensive income	1,491,198	1,430,889
Total Stockholders' Equity	37,884,917	39,526,021

**TOTAL LIABILITIES AND STOCKHOLDERS'
EQUITY**

\$ 39,666,255 \$ 41,313,411

** Derived from the audited financial statements for the year ended October 31, 2010.

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

SILVER BULL RESOURCES, INC.
 (AN EXPLORATION STAGE COMPANY)
 CONSOLIDATED STATEMENTS OF OPERATIONS (Unaudited)

	Three Months Ended April 30,		Six Months Ended April 30,		Period from November 8, 1993 (Inception) to April 30, 2011
	2011	2010	2011	2010	
REVENUES	\$ —	\$ —	\$ —	\$ —	\$ —
EXPLORATION AND PROPERTY HOLDING COSTS					
Exploration and property holding costs	2,025,646	683,032	3,066,812	1,266,947	30,223,453
Depreciation and asset write-off	58,141	51,494			