

GOLDRANGE RESOURCES, INC.
Form 10QSB
November 08, 2006
UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-QSB

QUARTERLY REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
For the quarterly period ended September 30, 2006

TRANSITION REPORT UNDER SECTION 13 OR 15(d) OF THE EXCHANGE ACT
For the transition period from _____ to _____

Commission file number 333-128165

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

Nevada
(State or other jurisdiction of incorporation or organization)

20-3219714
(I.R.S. Employer Identification No.)

114 West Magnolia Street, Suite 400-136, Bellingham, WA 98225
(Address of principal executive offices)

360.392.2830
(Issuer's telephone number)

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

Check whether the issuer: (1) filed all reports required to be filed by Section 13 or 15(d) of the Exchange Act during the past 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

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

8,050,000 outstanding common shares issued and outstanding as at October 31, 2006.

Transitional Small Business Disclosure Format (Check one): Yes No

CW901804.4

PART I - FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

GOLDRANGE RESOURCES INC.**(An Exploration Stage Company)****Balance Sheets**

	September 30, 2006	March 31, 2006
	(Unaudited)	
Assets		
Current:		
Cash	\$ 715	\$ 12,101
Term deposit	-	20,000
Prepaid expenses	120	120
	\$ 835	\$ 32,221
Liabilities		
Current:		
Accounts payable and accrued liabilities	\$ 7,333	\$ 10,553
Due to related party (Note 5)	13,000	-
Total Liabilities	\$ 20,333	10,553
Stockholders' Equity (Deficiency)		
Capital stock (Note 4):		
Authorized -		
50,000,000 common shares, \$0.001 par value		
Issued and outstanding -		
8,050,000 common shares (March 31, 2006: 8,050,000)	8,050	8,050
Additional paid-in capital	100,450	100,450
Deficit accumulated during the exploration stage	(127,998)	(86,832)
	(19,498)	21,668
	\$ 835	\$ 32,221

Nature and Continuance of Operations (Note 1)

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

GOLDRANGE RESOURCES INC.**(An Exploration Stage Company)****Interim Statements of Operations****(Unaudited)**

	Three Months Ended		Six Months Ended		Cumulative
	September 30,		September 30,		From November
	2006	2005	2006	2005	29, 2004 (Date
					of Inception) to
					September 30,
					2006
Expenses					
Accounting & legal	\$ 3,604	\$ 8,087	\$ 19,936	\$ 8,087	\$ 58,738
Bank charges and interest	45	45	100	45	330
Management fees	9,000	9,000	18,000	18,000	56,000
Mineral property (Note 3)	-	-	-	-	5,000
Office & miscellaneous	1,375	386	1,755	970	3,753
Transfer agent & filing fees	977	-	977	-	3,320
Travel	-	-	457	495	2,066
	(15,001)	(17,518)	(41,225)	(27,597)	(129,207)
Interest income	-	413	58	688	1,209
Net loss	<u>\$ (15,001)</u>	<u>\$ (17,105)</u>	<u>\$ (41,167)</u>	<u>\$ (26,909)</u>	<u>\$ (127,998)</u>
Weighted average number of					
common shares outstanding:	8,050,000	8,050,000	8,050,000	8,050,000	
Basic and diluted net loss per					
common share	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>	

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

GOLDRANGE RESOURCES INC.**(An Exploration Stage Company)****Interim Statement of Cash Flows****(Unaudited)**

	Six Months Ended September 30, 2006	Six Months Ended September 30, 2005	Cumulative From November 29, 2004 (Date of Inception) to September 30, 2006
Operating Activities:			
Net loss	\$ (41,167)	\$ (26,909)	\$ (127,998)
Changes in non-cash working capital items			
(Increase) Decrease in prepaid expenses	-	(120)	(120)
Increase (Decrease) in accounts payable and accrued liabilities	(3,219)	(5,342)	7,333
Increase (Decrease) in amount due to related party	13,000	(40)	13,000
Net cash used in operating activities	(31,386)	(32,411)	(107,785)
Financing Activities:			
Proceeds from issuance of common shares	-	-	108,500
Net cash provided by financing activities	-	-	108,500
Cash and cash equivalents, beginning	32,101	104,576	-
Cash and cash equivalents, ending	\$ 715	\$ 72,165	\$ 715
SUPPLEMENTARY DISCLOSURE:			
Interest paid	\$ -	\$ -	\$ -
Income taxes paid	\$ -	\$ -	\$ -

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

GOLDRANGE RESOURCES INC.

(An Exploration Stage Company)

Notes to Interim Financial Statements

September 30, 2006

(Unaudited)

1. Nature and Continuance of Operations:

The Company was incorporated under the laws of the State of Nevada on November 29, 2004 as Goldrange Resources Inc. The Company's principal business activity is the exploration of mineral properties.

These unaudited interim financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America applicable to a "going concern" with the assumption that the Company will be able to continue in business for the foreseeable future, and will realize its assets and discharge its liabilities in the normal course of business rather than through a process of forced liquidation. During the period ended September 30, 2006 the Company experienced an operating loss. Continued operations of the Company are dependent on the Company's ability to complete further equity financing or generate profitable operations in the future.

The accompanying unaudited interim financial statements have been prepared in accordance with generally accepted accounting principles for interim financial information and with the instructions to Form 10-QSB of Regulation S-B. They may not include all information and footnotes required by generally accepted accounting principles for complete financial statements. However, except as disclosed herein, there have been no material changes in the information disclosed in the notes to the financial statements for the year ended March 31, 2006 included in the Company's Annual Report on Form 10-KSB filed with the Securities and Exchange Commission. The interim unaudited financial statements should be read in conjunction with those financial statements included in the Form 10-KSB. In the opinion of Management, all adjustments considered necessary for a fair presentation, consisting solely of normal recurring adjustments, have been made. Operating results for the three and six months ended September 30, 2006 are not necessarily indicative of the results that may be expected for the year ending March 31, 2007.

2. Accounting Policies:

These financial statements have been prepared in accordance with generally accepted accounting principles accepted in the United States applicable to a going concern and reflect the policies outlined below.

a) **Exploration Stage Company**

The Company complies with Financial Accounting Standards Board Statement ("FAS") No. 7 and The Securities and Exchange Commission Exchange Act Guide 7 for its characterization of the Company as an exploration stage company.

b) **Mineral Properties**

Mineral property exploration costs are expensed as incurred until such time as economic reserves are quantified. The Company has considered the guidance under EITF 04-2 and has determined that capitalization of mineral property acquisition costs is inappropriate at the current stage of the Company's mineral property exploration activities. To date, the Company's mineral interests consist mainly of exploration stage properties. Furthermore, there is uncertainty as to the Company's ability to fund the exploration work necessary to determine if the properties have recoverable reserves or any future economic benefits. As a result, the Company has expensed all mineral property acquisition costs to date.

GOLDRANGE RESOURCES INC.

(An Exploration Stage Company)

Notes to Interim Financial Statements

June 30, 2006

(Unaudited)

2. Accounting Policies (continued):

b) Mineral Properties (continued)

To date, the Company has not established any proven or probable reserves on its mineral property interests. Estimated future removal and site restoration costs will be provided over the life of proven reserves on a units-of-production basis. Costs, which include production equipment removal and environmental remediation, are estimated each period by management based on current regulations, actual expenses incurred, and technology and industry standards. Any charge is included in exploration expense or the provision for depletion and depreciation during the period and the actual restoration expenditures are charged to the accumulated provision amounts as incurred.

The Company has adopted the provisions of SFAS No. 143 Accounting for Asset Retirement Obligations which establishes standards for the initial measurement and subsequent accounting for obligations associated with the sale, abandonment, or other disposal of long-lived tangible assets arising from the acquisition, construction or development and for normal operations of such assets. As at September 30, 2006, any potential costs relating to the retirement of the Company's mineral property interests has not yet been determined.

c) Foreign Currency Translation

The financial statements are presented in United States dollars. In accordance with SFAS No. 52, Foreign Currency Translation, foreign denominated monetary assets and liabilities are translated to their United States dollar equivalents using foreign exchange rates which prevailed at the balance sheet date. Revenue and expenses are translated at average rates of exchange during the period. Related translation adjustments are reported as a separate component of stockholders' equity, whereas gains or losses resulting from foreign currency transactions are included in results of operations.

d) Income Taxes

The Company uses the assets and liability method of accounting for income taxes pursuant to SFAS No. 109 "Accounting for Income Taxes". Under this method, deferred tax assets and liabilities are recognized for the future tax consequences attributable to temporary differences between the financial statements carrying amounts of existing assets and liabilities and their respective tax bases. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled.

e) Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United St