

INTERNATIONAL STAR INC  
Form 10-Q  
May 15, 2009

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION  
Washington, DC 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 March 31, 2009

or

Transition Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

For the Transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission File Number: 000-28861

INTERNATIONAL STAR, INC.  
(Exact name of registrant as specified in its charter)

Nevada  
(State or other jurisdiction of  
incorporation or organization)

86-0876846  
(I.R.S. Employer  
Identification No.)

1818 Marshall Street, Shreveport, LA  
(Address of principal executive offices)

71101  
(Zip Code)

(318) 464-8687

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(Registrant's telephone number, including area code)

Not Applicable

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(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 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

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company” in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer       Accelerated filer       Non-accelerated filer       Smaller reporting company  
x  
(Do not check if 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 April 30, 2009, there were 281,512,274 shares of the registrant’s Common Stock issued and outstanding.

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INTERNATIONAL STAR, INC.

Form 10-Q  
For the Quarterly Period Ended March 31, 2009

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PART I

FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

The following unaudited financial statements of International Star, Inc. have been prepared in accordance with generally accepted accounting principles for interim financial information and with the instructions to Form 10-Q. Accordingly, these financial statements may not include all of the information and disclosures required by generally accepted accounting principles for complete financial statements. These financial statements should be read in conjunction with the audited financial statements and the notes thereto for the fiscal year ending December 31, 2008. In the opinion of management, these unaudited financial statements contain all adjustments necessary to fairly present the Company's financial position as of March 31, 2009, and its results of operations and its cash flows for the three-month period ended March 31, 2009.

INTERNATIONAL STAR, INC.  
AND SUBSIDIARIES  
(An Exploration Stage Company)  
BALANCE SHEETS

ASSETS	(Unaudited) March 31, 2009	(Audited) December 31, 2008
<b>Current Assets:</b>		
Cash	\$ 57,404	\$ 8,889
Prepaid expenses	6,507	11,388
<b>Total Current Assets</b>	<b>13,467</b>	<b>20,277</b>
<b>Property and Equipment (Net of accumulated depreciation)</b>		
	663	9,136
<b>Total Assets</b>	<b>\$ 64,574</b>	<b>\$ 29,413</b>
<b>LIABILITIES AND STOCKHOLDERS' DEFICIENCY</b>		
<b>Current Liabilities:</b>		
Accounts payable	\$ 339,818	\$ 366,847
Accrued expenses	29,389	22,590
Note payable – Related party	200,000	30,000
Shareholder deposits	750	7,500
<b>Total Current Liabilities</b>	<b>569,957</b>	<b>426,937</b>
<b>Long Term Note Payable – Related Party</b>	<b>500,000</b>	<b>500,000</b>
<b>Total Liabilities</b>	<b>1,069,957</b>	<b>926,937</b>
<b>Stockholders' Deficiency:</b>		
Preferred Stock 20,000,000 shares authorized, Undesignated par value – none issued	--	--
Common Stock 780,000,000 shares authorized, at \$.001 par value; 281,512,274 and 279,262,274 shares issued and outstanding at March 31, 2009 and December 31, 2008, respectively	281,512	279,262
Capital in excess of par value	4,430,884	4,429,759
Deficit accumulated during the exploration stage	(5,717,779)	(5,606,546)
<b>Total Stockholders' Deficiency</b>	<b>(1,005,383)</b>	<b>(897,525)</b>
<b>Total Liabilities and Stockholders' Deficiency</b>	<b>\$ 64,574</b>	<b>\$ 29,413</b>

See accompanying notes to the financial statements.

INTERNATIONAL STAR, INC.

AND SUBSIDIARIES  
 (An Exploration Stage Company)  
 STATEMENT OF OPERATIONS  
 (Unaudited)

	Three Months Ended March 31,		January 1, 2004 (date of inception of exploration stage) to March 31, 2009
	2009	2008	
<b>Revenue:</b>			
Total Revenue	\$ --	\$ --	\$ --
<b>Expenses:</b>			
Mineral exploration costs	39,929	104,825	878,567
Professional fees	19,604	60,722	659,812
Compensation & management fees	19,817	9,697	1,431,552
Depreciation & amortization			