

Pacific Ventures Group, Inc.
Form 10-Q
August 21, 2017

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

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

For the quarterly period ended June 30, 2017

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

For the transition period from - _____ to _____

Commission File Number 000-54584

PACIFIC VENTURES GROUP, INC.
(Exact name of registrant as specified in its charter)

Delaware (State or other jurisdiction of incorporation or organization) 75-2100622 (IRS Employer Identification No.)

117 West 9th Street Suite 316 Los Angeles California 90015
(Address of principal executive offices) (Zip Code)

310-392-5606
(Registrant's telephone number, including area code)

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 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 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, a smaller reporting company or, an emerging growth company. See the definitions of "large accelerated filer," "accelerated filer", "smaller reporting company", and "emerging growth company", in Rule 12b-2 of the Exchange Act.

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Large accelerated filer Accelerated filer
Non-accelerated filer Smaller reporting company
(Do not check if smaller reporting company) Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

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

Shares of Common Stock, par value \$0.001, outstanding as of June 30, 2017: 34,437,000

PACIFIC VENTURES GROUP, INC.
Quarterly Report on Form 10-Q for the
Six Months Ended June 30, 2017

TABLE OF CONTENTS

PART I. – FINANCIAL INFORMATION

| | |
|---|----|
| Item 1. Financial Statements | 3 |
| Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations | 19 |
| Item 3. Quantitative and Qualitative Disclosures about Market Risk | 28 |
| Item 4. Controls and Procedures | 28 |

PART II. – OTHER INFORMATION

| | |
|---|----|
| Item 1. Legal Proceedings | 29 |
| Item 1A. Risk Factors | 29 |
| Item 2. Unregistered Sales of Equity Securities and Use of Proceeds | 29 |
| Item 3. Defaults Upon Senior Securities | 29 |
| Item 4. Mine Safety Disclosures | 29 |
| Item 5. Other Information | 30 |
| Item 6. Exhibits | 31 |
| Exhibit 31.1 | |
| Exhibit 31.2 | |
| Exhibit 32.1 | |
| Exhibit 32.2 | |

PART I – FINANCIAL INFORMATION

Item 1. Financial Statements

Pacific Ventures Group, Inc. and Subsidiaries

Condensed Consolidated Financial Statements

- 3 -

PACIFIC VENTURES GROUP, INC.
Condensed Consolidated Balance Sheets

| | June 30, 2017 | December 31, 2016 |
|---|------------------|-------------------------|
| <u>ASSETS</u> | | |
| <u>Current Assets:</u> | | |
| Cash and cash equivalents | \$- | \$25,284 |
| Accounts receivable | 6,589 | 983 |
| Inventory, net | | - |
| Deposits | 1,500 | 1,500 |
| Total Current Assets | 8,089 | 27,767 |
| <u>Fixed Assets</u> | | |
| Fixed assets, net | 29,841 | 31,838 |
| Total Fixed Assets | 29,841 | 31,838 |
| TOTAL ASSETS | \$37,930 | \$59,605 |
| <u>LIABILITIES AND STOCKHOLDERS' EQUITY</u> | | |
| Bank overdraft | \$85 | \$- |
| Accounts payable | 171,085 | 177,475 |
| Accrued expenses | 275,146 | 231,060 |
| Deferred revenue | - | 15,042 |
| Current portion, notes payable | 313,500 | 26,510 |
| Current portion, notes payable - related party | 110,281 | 110,081 |
| Current portion, leases payable | - | - |
| Total Current Liabilities | 870,097 | 560,168 |
| <u>Long-Term Liabilities:</u> | | |
| Notes payable - related party | 205,183 | 404,636 |
| Notes payable | 328,821 | 671,154 |
| Total Long-Term Liabilities | 534,004 | 1,075,790 |
| Total Liabilities | \$1,404,100 | \$1,635,957 |
| <u>STOCKHOLDERS' EQUITY (DEFICIT)</u> | | |
| Preferred stock, \$.001 par value, 10,000,000 shares authorized, none issued and outstanding | \$- | \$- |
| Class A common stock, \$.001 par value, 100,000,000 shares authorized, 34,437,000 and 34,437,000 issued and outstanding, respectively | 34,437 | 27,277 |
| Class B common stock, \$.001 par value, 10,000,000 shares | | |

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| | | |
|--|-------------|-------------|
| authorized, 1,000,000 issued and outstanding, respectively | 1,000 | 1,000 |
| Additional paid in capital | 4,169,509 | 3,722,472 |
| Accumulated deficit | (5,571,116) | (5,327,102) |
| Total Stockholders' Equity (Deficit) | (1,366,170) | (1,576,353) |
| Total Liabilities and Stockholders' Equity (Deficit) | \$37,930 | \$59,605 |

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

PACIFIC VENTURES GROUP, INC.
 Condensed Consolidated Statements of Operations
 (unaudited)

| | Ended June 30, | | For the Six months Ended June 30, | |
|-------------------------------------|----------------|----------|--------------------------------------|----------|
| | 2017 | 2016 | 2017 | 2016 |
| Sales, net of discounts | \$- | \$3,780 | - | 3,780 |
| Cost of Goods Sold | - | (2,020) | - | (2,020) |
| Gross Profit | - | 1,760 | - | 1,760 |
| Operating Expenses | | | | |
| Selling, general and administrative | 101,028 | 102,571 | 205,725 | 130,140 |
| Penalty on Payroll Taxes | 12,807 | - | 12,807 | |
| Depreciation expense | 998 | 998 | 1,997 | 1,997 |
| Financing Cost | - | - | 22,500 | - |
| Salaries and wages | | | | |