

POKER MAGIC INC
Form 10-Q
November 14, 2008

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549**

FORM 10-Q

QUARTERLY REPORT UNDER SECTION 13 OR 15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934
For the quarterly period ended September 30, 2008

OR

TRANSITION REPORT UNDER SECTION 13 OR 15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934
For the transition period from _____ to _____

Commission File Number 0-16686

POKER MAGIC, INC.

(Exact name of registrant as specified in its charter)

Minnesota
(State or other jurisdiction of incorporation or
organization)

20-4709758
(I.R.S. Employer Identification No.)

130 West Lake Street, Suite 300, Wayzata, MN
(Address of Principal Executive Offices)

(952) 473-3442
(Registrant's telephone number, including area code)

(Former name, former address and former fiscal year, if changed from 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 company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer
Non-accelerated filer (Do not check if a smaller reporting company) 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 November 14, 2008 there were 9,194,991 shares of the issuer's common stock, \$0.001 par value, outstanding.

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PART I - FINANCIAL INFORMATION**Item 1. Financial Statements.**

Poker Magic, Inc.
(A Development Stage Company)
Balance Sheets

	September 30, 2008 (unaudited)	December 31, 2007 (audited)
ASSETS		
Current Assets		
Cash	\$ 181,794	\$ 37,003
Accounts Receivable	1,425	-
Inventory	750	750
Prepaid Expense	21,079	22,296
Total Current Assets	205,048	60,049
Intangible Assets, Net of Amortization	20,678	26,882
Total Assets	\$ 225,726	\$ 86,931
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current Liabilities		
Accounts Payable	\$ 14,437	\$ 20,100
Total Current Liabilities	14,437	20,100
Total Liabilities	14,437	20,100
Shareholders' Equity		
Common Stock, \$.001 par value: Authorized 250,000,000 shares: Issued and outstanding 9,194,991 and 7,664,991 shares.	9,195	7,665
Additional Paid-in Capital	659,337	301,867
Deficit Accumulated During the Development Stage	(457,243)	(242,701)
Total Shareholders' Equity	211,289	66,831
Total Liabilities and Shareholders' Equity	\$ 225,726	\$ 86,931

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

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Poker Magic, Inc.
(A Development Stage Company)
Statements of Operations
(unaudited)

Three months ended
September 30, 2008

Three months ended
September 30, 2007

Three months ended
September 30, 2006

Three months ended
September 30, 2005

Period from January
10, 2006 (inception)
September 30, 2008

	Three months ended September 30, 2008	Three months ended September 30, 2007	Three months ended September 30, 2006	Three months ended September 30, 2005	Period from January 10, 2006 (inception) September 30, 2008
Revenues	\$ 1,900	\$ -	\$ 1,900	\$ -	\$ 1,900
Cost of Revenue	21,572	-	21,572	-	21,572
Gross Loss	(19,672)	-	(19,672)	-	(19,672)
Operating Expenses Selling, General & Administrative	76,387	39,426	196,332	117,424	439,033
Operating Loss	(96,059)	(39,426)	(216,004)	(117,424)	(458,705)
Other Income					
Interest Income	1,069	-	1,462	-	1,462
Net Loss	\$ (94,990)	\$ (39,426)	\$ (214,542)	\$ (117,424)	\$ (457,243)