

Scio Diamond Technology Corp
Form 10-Q
February 14, 2012

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 December 31, 2011

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

Commission file number: 000-54529

SCIO DIAMOND TECHNOLOGY CORPORATION
(Exact name of registrant as specified in its charter)

Nevada
(state or other jurisdiction of
incorporation or organization)

45-3849662
(I.R.S. Employer I.D. No.)

411 University Ridge Suite D
Greenville, SC 29601
(Address of principal executive offices)

(864) 751-4880
(Issuer's telephone number)

with a copy to:
Zouvas Law Group P.C.
2368 Second Avenue
San Diego, CA 92101
Telephone (619) 688.1116
Facsimile: (619) 688.1716

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 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 (Not required)

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

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reporting company" in Rule 12b-2 of the Exchange Act.

Large Accelerated Filer
Non-Accelerated Filer

Accelerated Filer
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 December 31, 2011, there were 25,825,570 shares of the registrant's \$0.0001 par value common stock issued and outstanding.

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SCIO DIAMOND TECHNOLOGY CORPORATION*

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Special Note Regarding Forward-Looking Statements

Information included in this Form 10-Q contains forward-looking statements that may involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of Scio Diamond Technology Corporation (the "Company"), to be materially different from future results, performance or achievements expressed or implied by any forward-looking statements. Forward-looking statements, which involve assumptions and describe future plans, strategies and expectations of the Company, are generally identifiable by use of the words "may," "will," "should," "expect," "anticipate," "estimate," "believe," "intend," or "project" or the negative of these words or other variations on these words or comparable terminology. These forward-looking statements are based on assumptions that may be incorrect, and there can be no assurance that these projections included in these forward-looking statements will come to pass. Actual results of the Company could differ materially from those expressed or implied by the forward-looking statements as a result of various factors. Except as required by applicable laws, the Company has no obligation to update publicly any forward-looking statements for any reason, even if new information becomes available or other events occur in the future.

*Please note that throughout this Quarterly Report, and unless otherwise noted, the words "we," "our," "us," the "Company," or "SCIO" refers to Scio Diamond Technology Corporation

PART I - FINANCIAL INFORMATION

ITEM 1. CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

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Scio Diamond Technology Corporation
(Formerly Krossbow Holding Corp.)
BALANCE SHEETS
(a development stage company)

	December 31, 2011 (unaudited)	March 31, 2011
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 1,463,909	\$ 933
Prepaid Expenses	32,030	-
Total Current Assets	1,495,939	933
Equipment	1,750,000	-
Property and Equipment	76,571	-
Patents	250,000	-
Intangibles	260,000	-
TOTAL ASSETS	\$ 3,832,510	\$ 933
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)		
Current Liabilities:		
Notes Payable	\$ 136,274	\$ -
Accounts payable	-	3,500
Accounts payable - related parties	-	8,490
Total Current Liabilities	136,274	11,990
Shareholders' Equity (Deficit):		
Common Stock, \$0.001 par value, 75,000,000 shares authorized 25,825,570 and 6,400,000 shares issued and outstanding at December 31, 2011 and March 31, 2011, respectively	25,826	6,400
Additional paid-in capital	4,308,797	19,600
Deficit accumulated during the development stage	(638,387)	(37,057)
Total Shareholders' Equity (Deficit)	3,696,236	(11,057)
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)	\$ 3,832,510	\$ 933

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

Scio Diamond Technology Corporation
(Formerly Krossbow Holding Corp.)
STATEMENTS OF OPERATIONS
For the Three and Nine Month Periods ended December 31, 2011 and
2010
(a development stage company)
(unaudited)

	Three Months Ended December 31,2011	Three Months Ended December 31,2010	Nine Months Ended December 31,2011	Nine Months Ended December 31,2010	September 17, 2009 (Inception) through December 31,2011
Revenue					
Gross Revenue					