

NEW JERSEY MINING CO
Form 10-Q
August 15, 2016

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington D.C. 20549

FORM 10-Q

☒ QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(D) OF THE SECURITIES EXCHANGE ACT
OF 1934

For the quarterly period ended June 30, 2016

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: 000-28837

NEW JERSEY MINING COMPANY

(Exact name of registrant as specified in its charter)

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Idaho

(State or other jurisdiction of incorporation or organization)

82-0490295

(I.R.S. employer identification No.)

201 N. Third Street, Coeur d Alene, ID 83814

(Address of principal executive offices) (zip code)

(208) 503-0153

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 preceding 12 months (or for such shorter period as the registrant was required to file such reports), and (2) has been subject to 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, or a smaller reporting company. See definitions of large accelerated filer, accelerated filer and small reporting company in Rule 12b-2 of the Exchange Act.

Large Accelerated Filer ____.

Accelerated Filer ____.

Non-Accelerated Filer ____.

Smaller reporting company X .

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act)

Yes ☐ No ☒

On August 1, 2016, 94,760,148 shares of the registrant's common stock were outstanding.

NEW JERSEY MINING COMPANY

QUARTERLY REPORT ON FORM 10-Q

FOR THE QUARTERLY PERIOD

ENDED JUNE 30, 2016

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PART I-FINANCIAL INFORMATION**ITEM 1: CONSOLIDATED FINANCIAL STATEMENTS****New Jersey Mining Company****Consolidated Balance Sheets****June 30, 2016 and December 31, 2015****ASSETS**

	June 30, 2016	December 31,
	(Unaudited)	2015
Current assets:		
Cash and cash equivalents	\$ 11,035	\$ 62,275
Joint venture receivables	5,391	3,109
Note receivable	58,386	58,386
Milling receivables	31,450	40,577
Other current assets	42,295	40,350
Total current assets	148,557	204,697
Property, plant and equipment, net of accumulated depreciation	5,751,871	5,698,831
Mineral properties, net of accumulated amortization	1,986,740	1,907,089
Investment in joint venture	435,000	
Deposit on equipment		13,982
Total assets	\$ 8,322,168	\$ 7,824,599

LIABILITIES AND STOCKHOLDERS EQUITY

Current liabilities:		
Accounts payable	\$ 176,312	\$ 58,267
Line of credit	31,865	-
Accrued payroll and related payroll expenses	1,162	14,513
Notes and interest payable related parties, current portion	87,233	88,114
Notes payable, current portion, net of discount	613,131	488,435
Total current liabilities	909,703	649,329
Asset retirement obligation	31,302	28,656
	1,093,912	598,127

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Notes and interest payable related parties, long term		
Notes payable, long term, net of discount	488,642	731,940
Total long term liabilities	1,613,856	1,358,723
Total liabilities	2,523,559	2,008,052
Commitments (Note 3 and 9)		
Stockholders' equity:		
Preferred stock, no par value, 1,000,000 shares authorized; no shares issued		
or outstanding	-	-
Common stock, no par value, 200,000,000 shares authorized; December 31,		
2015-91,760,148 shares and June 30,		
2016-94,760,148 shares		
issued and outstanding	13,842,778	13,590,739
Accumulated deficit	(11,269,466)	(10,981,432)
Total New Jersey Mining Company stockholders' equity	2,573,312	2,609,307
Non-controlling interests	3,225,297	3,207,240
Total stockholders' equity	5,798,609	5,816,547
Total liabilities and stockholders' equity	\$ 8,322,168	\$ 7,824,599

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

New Jersey Mining Company

Consolidated Statements of Operations and Comprehensive Income (Loss) (Unaudited)

For the Three and Six Month Periods Ended June 30, 2016 and 2015

	<u>June 30, 2016</u>		<u>June 30, 2015</u>	
	Three Months	Six Months	Three Months	Six Months
Revenue:				
Gold Sales	\$ 48,312	77,663		
Milling income		14,614	\$ 872,250	\$ 1,263,370
Total revenue	48,312	92,277	872,250	1,263,370
Costs and expenses:				
Milling	43,337	95,187	431,519	770,290
Exploration	38,634	80,057	46,069	93,126
Depreciation and amortization	1,116	3,214	53,267	102,187
Management	21,102	56,151	80,118	136,657
Professional services	4,340	55,026	58,882	119,658
General and administrative expenses	25,718	56,842	59,963	168,331
Total operating expenses	134,247	346,477	729,818	1,390,249
Operating income (loss)	(85,935)	(254,200)	142,432	(126,879)
Other (income) expense:				
Royalties and other income		(200)		
Timber income	(42,011)	(42,011)		
Timber expense		500	2,175	2,225
Royalties and other income				
Interest income	(1,325)	(3,049)	(1,229)	(2,700)
Interest expense	28,868	40,077		11,638
Amortization of discount	12,454	24,908		
Total other (income) expense	(2,014)	20,225	946	11,163
Income tax (provision) benefit				
Net income (loss)	(83,921)	(274,425)	141,486	(138,042)
Net income (loss) attributable to non-controlling interest	13,633	13,609	(24,187)	(34,867)
Net income (loss) attributable to New Jersey Mining Company	\$ (97,554)	(288,034)	\$ 165,673	(103,175)
Net loss per common share-basic and diluted	\$ Nil	Nil	\$ Nil	Nil