

THUNDER MOUNTAIN GOLD INC
Form 10-Q
November 12, 2014

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

FORM 10-Q

**x QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE
ACT OF 1934**

For the quarterly period ended September 30, 2014

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: 001-08429

THUNDER MOUNTAIN GOLD, INC.
(Exact name of Registrant as specified in its charter)

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Nevada
(State or other jurisdiction of incorporation or
organization)

91-1031015
(IRS identification No.)

11770 W President Dr. STE F
Boise, Idaho
(Address of Principal Executive Offices)

83713-8986
(Zip Code)

(208) 658-1037
(Registrant's Telephone Number, including Area Code)

(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 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 (as defined in Rule 12b-2 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

Number of shares of issuer's common stock outstanding at November 5, 2014: 37,819,928

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PART I FINANCIAL INFORMATION**Item 1: Financial Statements****Thunder Mountain Gold, Inc.****Consolidated Balance Sheets***September 30, 2014 and December 31, 2013*

	(Unaudited) September 30, 2014	December 31, 2013
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 98,369	\$ 35,882
Prepaid expenses and other assets	12,669	12,717
Total current assets	111,038	48,599
Other assets:		
Investment in Owyhee Gold Trust LLC	479,477	479,477
Total assets	\$ 590,515	\$ 528,076
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable and other accrued liabilities	\$ 81,347	\$ 70,688
Related Party Note payable (Note 5)	-	25,000
Total liabilities	81,347	95,688
Commitments (Note 3)		
Stockholders' equity :		
Preferred stock; \$0.0001 par value, 5,000,000 shares authorized; no shares issued or outstanding	-	-
Common stock; \$0.001 par value; 200,000,000 shares authorized, 37,807,549 and 31,467,549, respectively shares issued and outstanding	37,808	31,468
Additional paid-in capital	3,739,939	3,429,279
Less: 11,700 shares of treasury stock, at cost	(24,200)	(24,200)
Accumulated deficit	(3,244,380)	(3,004,159)
Total stockholders' equity	509,167	432,388
Total liabilities and stockholders' equity	\$ 590,515	\$ 528,076

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

Thunder Mountain Gold, Inc.**Consolidated Statements of Operations***(Unaudited)*

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2014	2013	2014	2013
Revenue:				
Owyhee Gold Trust LLC management fee income	\$ -	\$ -	\$ -	\$ 53,203
Total revenue	-	-		53,203
Expenses;				
Exploration expenses	18,252	51,291	28,270	87,129
Legal and accounting	51,122	15,106	141,922	84,872
Management and administrative	31,615	104,704	69,222	170,568
Directors' fees and professional services	-	-	-	89,038
Gain on sale of equipment	-	(10,000)	-	(15,000)
Total expenses	100,989	161,101	239,414	416,607
Other income (expense):				
Interest (expense)	(94)	(4,713)	(807)	(3,951)
Gain on change in fair value of warrant liabilities	-	111,763	-	508,012
Total other income (expense)	(94)	107,050	(807)	504,061
Net income (loss) before income taxes	(101,083)	(54,051)	(240,221)	140,657
(Provision) for income taxes	-	-	-	-
	\$		\$	
Net income (loss)	(101,083)	\$ (54,051)	(240,221)	\$ 140,657
Net income (loss) per common share-basic and diluted	\$ Nil	\$ Nil	\$ (0.01)	\$ Nil
Weighted average common shares outstanding-basic and diluted	36,032,549	30,167,549	34,251,505	30,167,549

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

Thunder Mountain Gold, Inc.**Consolidated Statements of Cash Flows***(Unaudited)*

	Nine Months Ended September 30,	
	2014	2013
Cash flows from operating activities:		
Net income (loss)	\$ (240,221)	\$ 140,657
Adjustments to reconcile net income (loss) to net cash used by operating activities:		
Depreciation and depletion	-	109
Gain on sales of equipment	-	(15,000)
Common stock, warrants and options issued for services	-	89,038
Gain on change in fair value of warrant liability	-	4,713
Change in:		-
Prepaid expenses and other assets	49	47,895
Accounts payable and accrued liabilities	10,659	25,335
Net cash used by operating activities	(229,513)	(215,265)
Cash flows from investing activities:		
Proceeds from sales of equipment	-	5,000
Net cash provided by investing activities	-	5,000
Cash flows from financing activities:		
Proceeds from sale of common stock and warrants, net	317,000	-
Borrowing on related party note payable	-	30,000
Payments on related party note payable	(25,000)	-
Borrowing on notes payable	-	20,000
Net cash provided by financing activities	292,000	50,000
Net increase (decrease) in cash and cash equivalents	62,487	(160,265)
Cash and cash equivalents, beginning of period	35,882	166,505
Cash and cash equivalents, end of period	\$ 98,369	\$ 6,240
Non-cash investing and financing activities:		
Beneficial conversion feature on convertible note payable	\$ -	\$ 9,425
	\$ -	\$ 10,000

Equipment exchanged for payment on related party
note payable

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

Thunder Mountain Gold, Inc.

Notes to Financial Statements

1.

Summary of Significant Accounting Policies and Business Operations

Business Operations

Thunder Mountain Gold, Inc. (Thunder Mountain or the Company) was originally incorporated under the laws of the State of Idaho on November 9, 1935, under the name of Montgomery Mines, Inc. In April 1978, the Montgomery Mines Corporation was obtained by a group of the Thunder Mountain property holders and changed its name to Thunder Mountain Gold, Inc., with the primary goal to further develop their holdings in the Thunder Mountain Mining District, located in Valley County, Idaho. Thunder Mountain Gold, Inc. takes its name from the Thunder Mountain Mining District, where its principal lode mining claims were located. For several years, the Company s activities were restricted to maintaining its property position and exploration activities. During 2005, the Company sold