

VICTORY ENERGY CORP
Form 10-Q
May 20, 2008

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: March 31, 2008

Transition Report under Section 13 or 15(d) of the Securities Exchange Act of 1934.
For the transition period from: _____ to _____

Commission file number: 2-76219-NY

VICTORY ENERGY CORPORATION
(Exact name of small business issuer as specified in its charter)

NEVADA
(State or other jurisdiction of
incorporation or organization)

87-0564472
(I.R.S. Employer I.D.
Number)

112 N Curry Street, Carson City, Nevada 89703-4934
(Address of principal executive offices)

(866) 279-9257
(Issuer's telephone number)

Check whether the issuer (1) filed all reports required to be filed by Section 13 or 15(d) of the Exchange Act 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: YESx NOo

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 Smaller Reporting Company

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

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State the number of shares outstanding of each of the issuer's classes of common equity, as of the latest practicable date: As of March 31, 2008, there were 60,028,124 shares of our common stock outstanding.

Transitional Small Business Disclosure Format. YESo NO x

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Item 1. Financial Statements

VICTORY ENERGY CORPORATION AND SUBSIDIARIES
(A Development Stage Company)
Consolidated Balance Sheets

ASSETS

	March 31, 2008 (Unaudited)	December 31, 2007
CURRENT ASSETS		
Cash and Cash Equivalents	\$ -	\$ 3,251
Subscriptions Receivable	160,000	160,000
Total Current Assets	160,000	163,251
FIXED ASSETS, NET		
	-	-
OTHER ASSETS		
Drilling Costs	3,036,000	-
Investment in Joint Venture	50,000	50,000
	3,086,000	50,000
TOTAL ASSETS	\$ 3,246,000	\$ 213,251

LIABILITIES & STOCKHOLDERS' DEFICIT

CURRENT LIABILITIES		
Bank Overdraft	\$ 23,773	\$ -
Accounts Payable	32,485	34,803
Credit Line - WFB Business Line	81,860	81,860
Prepaid Subscriptions	203,500	203,500
Total Current Liabilities	341,618	320,163
OTHER LIABILITIES		
Loan from Officer	1,369,339	1,377,879
Total Other Liabilities	1,369,339	1,377,879
Total Liabilities	1,710,957	1,698,042

Commitments and contingencies (Note 6)

STOCKHOLDERS' DEFICIT

Preferred Stock, \$0.001 par value, 10,000,000 shares authorized, 585,690 and 630,517 issued and outstanding respectively	586	631
Common Stock, \$0.001 par value, 200,000,000 shares authorized, 60,028,124 and 42,395,366 shares issued and outstanding respectively	60,028	42,395
Additional paid-in capital	9,110,743	7,860,331
Deficit accumulated in the development stage	(7,636,314)	(9,388,148)

Total Stockholders' Equity (Deficit)	1,535,043	(1,484,791)
TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT	\$ 3,246,000	\$ 213,251

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VICTORY ENERGY CORPORATION AND SUBSIDIARIES
(A Development Stage Company)
Consolidated Statement of Operations
(Unaudited)

For the
Three Months Ended

For the period
of Inception,
from January 7,