

SILVERSTAR MINING CORP.  
Form 10-Q  
May 17, 2010

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

(Mark One)

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

For the quarterly period ended March 31, 2010

Commission File Number 333-140299

SILVERSTAR MINING CORP.  
(Exact name of registrant as specified in its charter)

Nevada  
(State or other jurisdiction of incorporation or organization)

98-04256287  
(IRS Employer Identification No.)

164-997 Hornby Street, Vancouver, BC, Canada V6Z 1V3 V6Z 1V3  
(Address of principal executive offices) (Zip Code)

604-960-0523  
(Registrant's telephone number, including area code)

N/A (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 Website, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-K (§229.405 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 small reporting company. See the definitions of "large accelerated filer", "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act:

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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

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date. Our company had 42,168,837 shares of \$0.001 par value common stock issued and outstanding as of March 31, 2010 and as of the date of the filing of this quarterly report.

PART 1 – FINANCIAL INFORMATION

Item 1. Financial Statements.

Our unaudited interim consolidated financial statements for the three month period ended March 31, 2010 immediately follow and are a integral part of this quarterly report. They are stated in United States Dollars (US\$) and are prepared in accordance with United States generally accepted accounting principles.

Silverstar Mining Corp.  
(A Development Stage Company)

Consolidated Financial Statements  
(Expressed in U.S. Dollars)  
(Unaudited)  
31 March 2010

Silverstar Mining Corp.  
(A Development Stage Company)  
Consolidated Balance Sheets  
(Expressed in U.S. Dollars)  
(Unaudited)

|   | As at 31<br>March<br>2010 | As at 30<br>September<br>2009<br>(audited) |
|---|---------------------------|--|
|   | \$                        | \$   |
| <b>Assets</b>   |                           |  |
| <b>Current</b>  |                           |  |
| Cash and cash equivalents                                       | 111                       | 1,013                                      |
|   | 111                       | 1,013                                      |
| <b>Liabilities</b>  |                           |  |
| <b>Current</b>  |                           |  |
| Accounts payable and accrued liabilities (Note 6)               | 12,039                    | 16,501                                     |
| Convertible debentures (Note 7)                                 | 16,365                    | 15,616                                     |
| Shareholder demand loan (Note 8)                                | 31,085                    | -  |
| Due to related parties (Note 9)                                 | 7,500                     | 8,500                                      |
|   | 66,989                    | 40,617                                     |
| <b>Stockholders' equity</b>                                     |                           |  |
| Capital stock (Note 11)   |                           |  |
| Authorized  |                           |  |
| 225,000,000 of common shares, par value \$0.001                 |                           |  |
| Issued and outstanding  |                           |  |
| 31 March 2010 – 42,168,837 common shares, par value \$0.001     |                           |  |
| 30 September 2009 – 42,168,837 common shares, par value \$0.001 | 42,169                    | 42,169                                     |
| Additional paid-in capital                                      | 1,309,852                 | 1,297,852                                  |
| Deficit, accumulated during the development stage               | (1,418,899)               | (1,379,625)                                |
|   | (66,878)                  | (39,604)                                   |
|   | 111                       | 1,013                                      |

Nature, Basis of Presentation and Continuance of Operations (Note 1), Commitment (Note 14) and Subsequent Event (Note 15)

On behalf of the Board:

“Lawrence Siccia” Director  
Lawrence Siccia

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

Silverstar Mining Corp.  
(A Development Stage Company)  
Consolidated Statements of Operations  
(Expressed in U.S. Dollars)  
(Unaudited)

|   | For the period from the date<br>of<br>incorporation on 5 December<br>2003 to<br>31 March<br>2010<br>\$ | For the<br>three<br>month<br>period<br>ended 31<br>March<br>2010<br>\$ | For the<br>three<br>month<br>period<br>ended 31<br>March<br>2009<br>\$ | For the six<br>month<br>period<br>ended 31<br>March<br>2010<br>\$ | For the six<br>month<br>period<br>ended 31<br>March<br>2009<br>\$ |
|---|--|--|--|---|---|
| Expenses  |  |  |  |   |   |
| Bank charges and interest<br>(Notes 7, 8 and 13)                          | 20,628   | 1,247  | 138  | 2,950   | 517   |
| Consulting  | 138,467  | -  | 3,500  | -   | 57,000  |
| Exploration and development<br>(recovery) (Note 5)                        | 12,428   | (600)  | -  | (600)   | 2,459   |
| Filing fees   | 17,140   | 1,250  | 2,302  | 1,928   | 4,861   |
| Investor relations  | 84,992   | -  | 10,000   | -   | 38,100  |
| Legal and accounting (Note 10)  | 173,455  | 13,204   | 11,778   | 18,950  | 32,163  |
| Licences and permits  | 3,415  | -  | -  | -   | -   |
| Management fees (Notes 10 and<br>13)                                      | 76,000   | 4,500  | 13,000   | 9,000   | 13,000  |
| Rent (Notes 10 and 13)  | 29,700   | 1,500  | 1,500  | 3,000   | 3,900   |
| Transfer agent fees   | 18,329   | 682  | 1,687  | 1,507   | 3,095   |
| Travel, entertainment and office  | 26,049   | 2,865  | 362  | 2,539   | 4,547   |
| Write-down of mineral property<br>acquisition costs (Note 5)              | 811,696  | -  | -  | -   | -   |
| Write-down of website<br>development costs (Note 4)                       | 6,600  | -  | -  | -   | -   |
| Recovery of expenses  | -  | -  | (20,900)   | -   | (20,900)  |
| Net loss for the period   | (1,418,899)  | (24,648)   | (23,367)   | (39,274)  | (138,742)   |
| Basic and diluted loss per common share                                   |  | (0.001)  | (0.001)  | (0.001)   | (0.003)   |
| Weighted average number of common shares used in per share<br>calculation |  | 42,168,837   | 44,939,816   | 42,168,837  | 44,864,898  |

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





Silverstar Mining Corp.  
(A Development Stage Company)  
Consolidated Statements of Cash Flows  
(Expressed in U.S. Dollars)  
(Unaudited)

|   | For the<br>period from<br>the date of<br>inception on<br>5 December<br>2003 to 31<br>March 2010 | For the<br>three<br>month<br>period<br>ended 31<br>March<br>2010 | For the<br>three<br>month<br>period<br>ended 31<br>March<br>2009 | For the six<br>month<br>period<br>ended 31<br>March<br>2010 | For the six<br>month<br>period<br>ended 31<br>March<br>2009 |
|---|---|--|--|---|---|
|   | \$  | \$   | \$   | \$  | \$  |
| Cash flows used in operating activities |   |  |  |   |   |