

Giggles N' Hugs, Inc.
Form 10-Q
November 15, 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: September 30, 2010

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: 333-138944

GIGGLES 'N' HUGS, INC.

(Exact name of registrant as specified in its charter)

Nevada

20-1681362

(State or other jurisdiction of incorporation or (I.R.S. Employer Identification No.)
organization)

1000 N. Green Valley Parkway, Suite
440-484

Henderson, Nevada

89074

(Address of principal executive offices)

(Zip Code)

(702) 879-8565

(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 issuer (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 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.

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 during the preceding 12 months (or for such shorter period that ht registrant was required to submit and post such files). Yes

No

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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
(Do not check if a 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:

Common Stock, \$0.001 par value (Class)	51,607,500 shares (Outstanding as at November 15, 2010)
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GIGGLES 'N' HUGS, INC.
(formerly Teacher's Pet, Inc.)
Form 10-Q
For the period ended September 30, 2010

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PART I – FINANCIAL INFORMATION

Unaudited Financial Statements

The accompanying unaudited financial statements have been prepared in accordance with generally accepted accounting principles for interim financial reporting and pursuant to the rules and regulations of the Securities and Exchange Commission ("Commission"). While these statements reflect all normal recurring adjustments which are, in the opinion of management, necessary for fair presentation of the results of the interim period, they do not include all of the information and footnotes required by generally accepted accounting principles for complete financial statements. For further information, refer to the financial statements and footnotes thereto, which are included in the Company's Annual Report on Form 10-K previously filed with the Commission on April 1, 2010.

Giggles N' Hugs, Inc.
(formerly Teacher's Pet, Inc.)
(a Development Stage Company)
Balance Sheets

	September 30, 2010 (unaudited)	December 31, 2009 (audited)
Assets		
Current assets:		
Cash	\$ 2,269	\$2,194
Total current assets	\$ 2,269	\$2,194
Computer equipment, net of accumulated depreciation of \$4,730 and \$4,192 as of 9/30/2010 and 12/31/2009, respectively	76	614
Total assets	\$ 2,345	\$2,808
Liabilities and Stockholders' Equity (Deficit)		
Current liabilities:		
Accounts payable	\$ 1,750	\$1,550
Note payable – related party	6,040	-
Total current liabilities	7,790	1,550
Stockholders' equity		
Common stock, \$0.001 par value, 1,125,000,000 shares authorized, 51,607,500 shares issued and outstanding	51,608	51,608
Additional paid-in capital	34,217	27,867
(Deficit) accumulated during development stage	(91,270)	(78,217)
Total stockholders' equity (deficit)	(5,445)	1,258
Total liabilities and stockholders' equity (deficit)	\$ 2,345	\$2,808

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

Giggles N' Hugs, Inc.
(formerly Teacher's Pet, Inc.)
(a Development Stage Company)
Statements of Operations
(unaudited)

	Three months ended		Nine months ended		Inception (September 17, 2004) to September 30, 2010
	September 30,		September 30,		
	2010	2009	2010	2009	
Revenue	\$ -	\$ -	\$ 200	\$ -	\$ 200
Cost of sales	-	-	-	-	-
Gross profit	-	-	200	-	200
Expenses:					
Depreciation expense	163	279	538	837	4,730
General and administrative expenses	2,800	1,250	12,715	5,800	45,027
Total expenses	2,963	1,529	13,253	6,637	49,757
Operating loss	(2,963)	(1,529)	(13,053)	(6,637)	(49,557)
Other expenses:					
Interest expense	-	-	-	-	(4)
Impairment expense	-	-	-	-	(1,510)
Total other expense	-	-	-	-	(1,514)
Loss before provision for income taxes	(2,963)	(1,529)	(10,090)	(6,637)	(51,071)
Provision for income taxes	-	-	-	-	-
Net loss	\$ (2,963)	\$ (1,529)	\$ (10,090)	\$ (6,637)	\$ (51,071)
Weighted average number of common shares outstanding – basic	51,607,500	51,607,500	51,607,500	51,607,500	
	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	

Net loss per share –
basic

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Giggles N' Hugs, Inc.
(formerly Teacher's Pet, Inc.)
(a Development Stage Company)
Statements of Cash Flows
(unaudited)

	Nine months ended		Inception (September 17, 2004) to September 30, 2010
	September 30,		
	2010	2009	
Operating activities			
Net loss	\$ (13,053)	\$ (6,637)	\$ (51,071)
Adjustments to reconcile net loss to net cash (used)			
by operating activities:			
Depreciation	538	837	4,730
Changes in operating assets and liabilities			
Increase in accounts payable	200	50	1,750
Net cash (used) by operating activities	(12,315)	(5,750)	(44,591)
Investing activities			
Purchase of fixed assets	-	-	(4,806)
Net cash (used) by investing activities	-	-	(4,806)
Financing activities			
Proceeds from note payable – related party	6,040	-	6,040
Contributed capital	6,350	5,750	18,800
Issuance of common stock	-	-	26,826
Common stock subscribed	-	-	-
Net cash provided by financing activities	12,390	5,750	51,666
Net increase in cash	75	-	2,269
Cash – beginning	2,194	694	-
Cash – ending	\$ 2,269	\$ 694	\$ 2,269
Supplemental disclosures:			
Interest paid	\$ -	\$ -	\$ -
Income taxes paid	\$ -	\$ 917	\$ 917
Non-cash transactions			
Loans from related party	\$ 6,040	\$ -	\$ 6,040

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

Giggles N' Hugs, Inc.
(formerly Teacher's Pet, Inc.)
(a Development Stage Company)
Notes to Financial Statements
(Unaudited)

Note 1 – Basis of presentation

The condensed interim financial statements included herein, presented in accordance with United States generally accepted accounting principles and stated in US dollars, have been prepared by the Company, without audit, pursuant to the rules and regulations of the Securities and Exchange Commission (SEC). Certain information and footnote disclosures normally included in financial statements prepared in accordance with US generally accepted accounting principles have been condensed or omitted pursuant to such rules and regulations, although the Company believes that the disclosures are adequate to make the information presented not misleading.