

PARAMOUNT GOLD & SILVER CORP.  
Form 10-Q  
February 12, 2010

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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 December 31 2009

OR

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

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

Paramount Gold and Silver Corp.  
(Exact name of registrant as specified in its charter)

\_\_\_\_\_  
Delaware  
(State or Other Jurisdiction of Incorporation)      0-51600  
(Commission File Number)      20-3690109  
(I.R.S. Employer Identification No.)

346 Waverley Street  
Ottawa, Ontario, Canada K2P  
0W5  
(Address of Principal Executive Office) (Zip Code)

(613) 226-9881  
(Issuer's telephone number, including area code)

N/A

(Former name, former address and former fiscal year, if changed since last report)

Indicate by a 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 the filing requirements for the past 90 days. 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 the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large   
accelerated filer  
Non-accelerated   
filer

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) Yes  No

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APPLICABLE ONLY TO ISSUERS INVOLVED IN BANKRUPTCY  
PROCEEDINGS DURING THE PRECEDING FIVE YEARS

Indicate by check mark whether the Registrant has filed all documents and reports required to be filed by Section 12, 13, or 15 (d) of the Securities Exchange Act of 1934 subsequent to the distribution of securities under a plan confirmed by a court. Yes  No

APPLICABLE ONLY TO CORPORATE ISSUERS:

Indicate the number of shares outstanding of each of the issuer's classes of Common Stock as of the latest practicable date:

106,178,991 shares of Common Stock, \$.001 par value as of February 10, 2010

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## Paramount Gold and Silver Corp.

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PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS.

PARAMOUNT GOLD AND SILVER CORP.

(An Exploration Stage Mining Company)

Consolidated Financial Statements

(Unaudited)

Period ended December 31, 2009 and 2008

PARAMOUNT GOLD AND SILVER CORP.  
(An Exploration Stage Mining Company)  
Consolidated Balance Sheets (Unaudited)  
As at December 31, 2009 and June 30, 2009  
(Expressed in United States dollars, unless otherwise stated)

|  | As at<br>December<br>31,<br>2009<br>(Unaudited) | As at June<br>30,<br>2009<br>(Audited) |
|--|---|--|
| Assets   |   |  |
| Current Assets                                   |   |  |
| Cash and cash equivalents                        | \$ 19,095,311                                   | \$ 7,040,999                           |
| Amounts receivable                               | 473,052   | 221,267                                |
| Notes Receivable (Note 9)                        | -   | 91,365                                 |
| Prepaid and Deposits                             | 51,971  | 82,583                                 |
| Term deposit                                     | 1,053,811                                       | 1,063,772                              |
|  | 20,674,145                                      | 8,499,986                              |
| Long Term Assets                                 |   |  |
| Mineral properties (Note 7)                      | 22,111,203                                      | 18,436,951                             |
| Fixed assets (Note 8)                            | 517,661   | 520,858                                |
|  | 22,628,864                                      | 18,957,809                             |
|  | \$ 43,303,009                                   | \$ 27,457,795                          |
| Liabilities and Stockholders' Equity             |   |  |
| Liabilities                                      |   |  |
| Current Liabilities                              |   |  |
| Accounts payable                                 | \$ 287,240                                      | \$ 383,445                             |
| Stockholders' Equity                             |   |  |
| Capital stock (Note 5)                           | 102,392   | 83,018                                 |
| Additional paid in capital                       | 74,596,812                                      | 52,506,278                             |
| Contributed surplus                              | 18,204,835                                      | 17,969,510                             |
| Deficit accumulated during the exploration stage | (49,659,344)                                    | (43,197,264)                           |
| Cumulative translation adjustment                | (228,926 )                                      | (287,192 )                             |
|  | 43,015,769                                      | 27,074,350                             |
|  | \$ 43,303,009                                   | \$ 27,457,795                          |

The accompanying notes are an integral part of the consolidated financial statements

PARAMOUNT GOLD AND SILVER CORP.

(An Exploration Stage Mining Company)

Consolidated Statements of Operations (Unaudited)

(Expressed in United States dollars, unless otherwise stated)

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| Three Month<br>Period Ended<br>December 31,<br>2009 | Six Month<br>Period Ended<br>December 31,<br>2009 | Three Month<br>Period Ended<br>December 31, |
|---|---|---|
|---|---|---|