

NowAuto Group, Inc.  
Form 10-K  
October 01, 2007

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

FORM 10-K

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

For the fiscal year ended:  
June 30, 2007

Commission file number:  
000-50709

NOWAUTO GROUP, INC.

(Exact name of registrant as specified in its charter)

Nevada  
(State or other jurisdiction  
of incorporation)

77-0594821  
(I.R.S. Employer  
Identification No.)

2090 East University, Suite 112, Tempe, Arizona 85281

(address of principal executive offices, including zip code)

(480) 990-0007

(Registrant's telephone number, including area code)

Indicate by check mark whether the Registrant (1) has filed all reports 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 is an accelerated filer (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.

Title of Each Class	Outstanding at June 30, 2007
Common Stock, par value \$0.001 per share	9,843,046

**NowAuto Group, Inc**  
**Consolidated Condensed Balance Sheets**

Assets	June 30, 2007	June 30, 2006
<b>Current Assets</b>		
Cash	37,454	27,433
Accounts Receivable - Net	2,325,893	1,582,495
Inventory	530,056	624,898
Prepaid Expenses	71,233	95,646
	2,964,635	2,330,472
<b>Long Term Notes Receivable</b>	3,119,020	2,592,988
Equipment - Net	89,528	40,733
Goodwill	714,179	1,022,147
	6,887,363	5,986,340
<b>Liabilities and Stockholders' Equity</b>		
<b>Current Liabilities</b>		
Accounts Payable	327,848	406,002
Taxes Payable	149,474	391,757
Line of Credit	1,897,744	2,480,571
Accrued Payroll	49,282	56,303
Deferred Revenue	80,593	
Other Loans	285,795	146,554
<b>Total Current Liabilities</b>	2,790,737	3,481,186
<b>Long Term Notes Payable</b>	3,740,015	
Commitment	137,859	
<b>Total Liabilities</b>	6,668,611	3,481,186
<b>Stockholders' Equity</b>		
<b>Common Stock, authorized</b>		
100,000,000 shares, \$0.001 par value;		
<b>Issued and outstanding</b>		
June 30, 2006 - 8,157,661 shares;		
June 30, 2007 - 9,843,046 shares;	9,843	8,158
<b>Paid in Capital</b>	4,565,631	4,567,316
<b>Retained Earnings/(Deficit)</b>	(4,356,721)	(2,070,319)
<b>Total Stockholder's Equity</b>	218,752	2,505,154

6,887,363

5,986,340

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**NowAuto Group, Inc**

## Consolidated Condensed Statements of Operations

	Year Ended June 30, 2007	Year Ended June 30, 2006
<b>Income</b>		
Vehicle & Finance Income	6,944,021	11,683,865
Cost of Goods Sold	4,209,205	7,988,305
Gross Profit/Loss	2,734,816	3,695,560
Gross Margin	39.4%	31.6%
<b>Expenses</b>		
Selling and Financing Costs	2,433,916	941,335
General and Administrative	2,374,984	2,300,739
Write off of Reserves		213,887
Impairment of Goodwill	212,318	686,868
Profit before Income Taxes	(2,286,402)	(447,268)
Provision for Income Tax		
NOL Carry Forward		
Net Income (Loss)	(2,286,402)	(447,268)
Earnings Per Share	(0.23)	(0.05)
Shares O/S	9,843,046	9,777,661

NowAuto Group, Inc  
Consolidated Stockholders' Equity

	Shares	Amount	Paid in Capital	Subscriptions Receivable	Accumulated Deficit	Total Equity
Balance June 30, 2005	8,157,662	8,157	3,523,116	0	(1,628,393)	1,902,880
Stock Scribed				1,005,500		1,005,500
Purchase of Global-E Investments	1,550,000	1,550	(1,550)			