

Edgar Filing: YP NET INC - Form 8-K

YP NET INC
Form 8-K
July 22, 2003

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, DC 20549

FORM 8-K

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

Date of Report (Date of earliest reported event): July 16, 2003

YP.NET, INC.
(Exact name of registrant as specified in charter)

NEVADA (State or other jurisdiction of incorporation)	000-24217 (Commission File Number)	85-0206668 (IRS Employer Identification No.)
-------------------------------------------------------------	------------------------------------------	----------------------------------------------------

4840 EAST JASMINE STREET, SUITE 105, MESA, ARIZONA (Address of principal executive offices)	85205 (Zip Code)
------------------------------------------------------------------------------------------------	---------------------

Registrant's telephone number, including area code: (480) 654-9646

ITEM 5. OTHER EVENTS AND REQUIRED FD DISCLOSURE

On July 8, 2003, YP.Net, Inc. (the "Company"), entered into an Exclusive Domain License agreement with Onramp Access, Inc. ("Onramp"), which allows the Company the exclusive use of the domain name www.yp.com. The Company paid

\$250,000 and 100,000 shares of its common stock as consideration for this agreement. The term of the license agreement is three years. According to the agreement, there are certain circumstances whereby the Company would become the owner of this domain name. Generally, these provisions include:

- if the price of the Company's common stock maintains an open and close price above \$3.00 per share for three consecutive trading days after all restrictions on the common stock have been removed, or
- if OnRamp has sold all 100,000 of its shares of the Company, or
- if either the Company or Onramp exercise their rights to convert the license agreement into a purchase and sale agreement whereby the Company can exercise its right to repurchase the outstanding shares held by Onramp (at a price that is the higher of \$3.00 per share or the average closing price of the common stock for the three days prior to the notice of the exercise of the call), or Onramp exercises its

Edgar Filing: YP NET INC - Form 8-K

right to put the stock to the Company at \$3.00 per share. Onramp's put right exists only between June 1, 2006 and September 1, 2006.

ITEM 7. FINANCIAL STATEMENTS AND EXHIBITS.

(c) Exhibits. The following documents are filed as exhibits to this report:

10.1 Exclusive Domain Name License Agreement between Onramp Access, Inc., and Telco Billing, Inc., dated as of July 8, 2003

99.1 Press release issued July 21, 2003

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

YP.NET, INC.

Date: July 21, 2003

/s/ ANGELO TULLO

Angelo Tullo,
Chief Executive Officer