FAMILY ROOM ENTERTAINMENT CORPORATION

(A New Mexico Corporation)

COMPANY ANNUAL INFORMATION AND DISCLOSURE STATEMENT

Pursuant to Rule 15c2-11

As of June 30, 2013

All information in this information and disclosure Statement has been compiled to fulfill the disclosure requirements of rule 15c2-11 (a) (5) promulgated under the Securities and Exchange Act of 1934, as amended. The enumerated captions contained herein correspond to the sequential format set forth in the rule.

No Dealer, salesmen or any other person has been authorized to give any information, or to make any representations, not contained herein in connection with the issuer. Such information or representations, if made, must not be relied upon as having been authorized by the issuer, and:

Delivery of this information file does not at any time imply that the information contained herein is correct as of any time subsequent to the date first written above.

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Contents:

DISCLOSURE STATEMENT
PURSUANT TO RULE 15C2-11
September t ___, 2013

ITEM 6. Issuers Business, Products and Services

General Company Information

The exact name of the issuer and its predecessor (if any):

The exact name of the Issuer is Family Room Entertainment Corporation since 2000.

Prior to that the name was Cobb Resources Corporation.

The address and telephone number of its principal executive offices: and WEBSITE

Family Room Entertainment Corp.
c/o Business Marketing/Conference Center
10061 Riverside Drive Suite # 300
Toluca Lake, CA 91602
Phone: 818-802-0060
Fax: 818-301-0410
WEBSITE IS: WWW.FMLYROOM.COM

The jurisdictions and date of the issuer's incorporation or organization:

The issuer is a New Mexico corporation.

Family Room Entertainment Corporation (the "FMYR"), is a New Mexico corporation originally organized and incorporated in 1969 as Cobb Resources Corporation.

Share Structure

The exact title and class of securities outstanding.

Security Symbol:	FMYR
CUSIP Number:	30705R 204
Common Stock:	2,000,000,000 authorized and 22,812,798 at June 30, 2013 and 17,786,868 at June 30 2012 issued and outstanding
Preferred Stock:	5,000,000 authorized and 3,125,682 at June 30, 2013 and at June 30, 2012 **4,005,862** issued and outstanding.

Par or stated value and description of the security.

The authorized shares consists of 2,000,000,000 shares of common stock at par value of $0.001 per share and 5,000,000 shares of preferred stock at par value of $0.01

Common Stock

Each holder of Common Stock is entitled to receive ratable dividends, if any, as may be declared by the Board of Directors out of funds legally available for the payment of dividends. As of the date of this Offering Circular, the Company has not paid any dividends on its Common Stock, and none are contemplated in the foreseeable future. It is anticipated any earnings that may be generated from operations of the Company will be used to finance the growth of the Company.

Voting power is vested in the holders of the Common Stock and in holders of Preferred Stock if so declared by the Board of Directors upon creation of any series of Preferred Stock which might subsequently be issued.

Cumulative voting is not permitted, meaning that each shareholder may cast one vote for each share owned by such shareholder on each matter brought before a meeting of shareholders upon which a vote is taken.

The holders of Common Stock will have no preemptive, subscription, conversion or redemption rights. Upon liquidation, dissolution or winding-up of FMLY, the holders of the Common Stock are entitled to receive pro rata the assets of FMLY, if any remaining after payment of all debts and liabilities and all claims by holders of Preferred Stock.

Preferred Stock

The Board of Directors has been empowered to create one or more series of Preferred Stock and to define the rights and preferences of the shares in any one series as against all other shares of Preferred Stock and as against shares of common stock.

November 6, 2009, by the Board of Directors of the Corporation established a authorized series of authorized preferred stock of the Corporation having a par value of $0.001 per share (the "Preferred Stock"), which series shall be designated as Series A Convertible Preferred Stock (the "Series A Preferred Stock") and shall consist of four million twenty five thousand (4,025,000) shares;

The relative rights and preferences of the shares of the Series A Preferred Stock of the Corporation shall be as follows:

1. Designation and Number of Shares. There shall hereby be created and established a series of Preferred Stock designated as "Series A Convertible Preferred Stock". The authorized number of shares of Series A Preferred Stock shall be 4,025,000 shares.

2. Conversion Price. The holders of shares of Series A Preferred Stock shall have the right to convert each share of Series A Preferred Stock into 58 shares of common stock, par value $0.001 per share ("Common Stock") of the Corporation at a price equal to $.0175 per share of Common Stock.

3. Dividends. Except as provided herein, the holders of the Series A Preferred Stock shall not be entitled to receive cash, stock or other property, as dividends, except if declared by the Board of Directors of the Corporation. Series A Preferred Stock shall not participate in any dividend declared with respect to the Common Stock.

4. Liquidation Rights. Upon the dissolution, liquidation or winding up of the Corporation, whether voluntary or involuntary, the holders of the then outstanding shares of Series A Preferred Stock shall be entitled to receive out of the assets of the Corporation the sum of $0.001 per share (the "Liquidation Rate") before any payment or distribution shall be made on any other class of capital stock of the Corporation ranking junior to the Series A Preferred Stock.

(a) The sale, conveyance, exchange or transfer (for cash, shares of stock, securities or other consideration) of all the property and assets of the Corporation shall be deemed a dissolution, liquidation or winding up of the Corporation for purposes of this Paragraph 4, but the merger, consolidation, or other combination of the Corporation into or with any other corporation, or the merger, consolidation, or other combination of any other corporation into or with the Corporation, shall not be deemed a dissolution, liquidation or winding up, voluntary or involuntary, for purposes of this Paragraph 4. As used herein, the "merger, consolidation, or other combination" shall include, without limitation, a forward or reverse triangular merger, or stock exchange of the Corporation and any of its subsidiaries with any other corporation.

(b) After the payment to the holders of shares of the Series A Preferred Stock of the full preferential amounts fixed by this Paragraph 4 for shares of the Series A Preferred Stock, the holders of the Series A Preferred Stock as such shall have no right to claim to any of the remaining assets of the Corporation.

(c) In the event the assets of the Corporation available for distribution to the holders of the Series A Preferred Stock upon dissolution, liquidation or winding up of the Corporation shall be insufficient to pay in full all amounts to which such holders are entitled pursuant to this Paragraph 4, no distribution shall be made on account of any shares of a class or series of capital stock of the Corporation ranking on a parity with the shares of Series A Preferred Stock, if any, upon such dissolution, liquidation or winding up unless proportionate distributive amounts shall be paid on account of the shares of the Series A Preferred Stock, ratably, in proportion to the full distributive amounts for which holders of all such parity shares are respectively entitled upon such dissolution, liquidation or winding up.

5. Preferred Status. The rights of the shares of the Common Stock shall be subject to the preferences and relative rights of the shares of the Series A Preferred Stock. Without the prior written consent of the holders of not less than a majority of the outstanding shares of the Series A Preferred Stock, the Corporation shall not hereafter authorize or issue additional or other capital stock that is of senior or equal rank to the shares of the Series A Preferred Stock in respect of the preferences as to distributions and payments upon the Liquidation, dissolution and winding up of the Corporation described in Paragraph 4 above.

6. Vote to Change the Terms of the Series A Preferred Stock. Without the prior written consent of the holders of not less than a majority of the outstanding shares of the Series A Preferred Stock, the Corporation shall not amend, alter, change or repeal any of the powers, designations, preferences and rights of the Series A Preferred Stock.

Item (VI) The number of shares or total amount of the securities outstanding for each class of securities authorized.

As at:	June 30, 2011	June 30, 2012	June 30 , 2013
Total Common Authorized:	2,000,000,000	2,000,000,000	2,000,000,000
Total Preferred Authorized	5,000,000	5,000,000	5,000,000
Total Common Outstanding:	16,941,866	17,786,868	22,812,798
Free Trading:	16,941,866	17.786,868	22,812,798
Restricted:	None	None xx	None xx
Total Preferred Outstanding	4,020,649	4,005, 862	3,933,073
Number of Shareholders of Record:	1,117	1,119	1123

Business Information

The name and address of the transfer agent:

Securities Transfer Corporation
2591 Dallas Parkway, Suite 102
Frisco, TX 75034
Fax: 469-633-0088
Phone 469-633-0101

*Security Transfer Corporation. is registered under the Exchange Act and is an SEC approved Transfer Agent. The regulatory authority of the Transfer Agent is the SEC.

The nature of the issuer's business.

A. Business Development

Family Room Entertainment Corp.--FMLY--- ("FMYR" or the "Company") Plan of Operations is and continues as mainly an entertainment company. FMRY has been engaged in various aspects of the motion picture entertainment industry and currently has a small Library of films in distribution. FMYR does not plan, at this time, to produce new films; however, FMYR is actively seeking possible business opportunities in addition to Entertainment Film Ventures will be looking at Other Industries as well as possible acquisition and/or merger candidates. More about Family Room Entertainment: Family Room Entertainment Corporation, is a publicly held company trading on the OTC Markets, symbol "FMYR". Family Room Entertainment earns producer fees, and other revenue from its current film library and production related services for the entertainment industry. And the FMYR WEBSITE IS WWW.FMLYROOM.COM

Family Room Entertainment

FMYR © 2012 ™

Family Room Entertainment Corp. (“FMYR” or the “Company”) is engaged in various aspects of the motion picture entertainment industry, including development, production, and production services. FMYR develops, produces and performs production related services for the motion picture entertainment industry through wholly-owned subsidiaries]: (1) Emmett Furla Films Distribution LLC (a/k/a FMLY—DISTRO /tm) , (EFFD/FMLYD) is a Delaware Limited Liability Company our main Company to contract with third parties for the worldwide distribution and/or exploitation of FMYR’s wholly owned, controlled entertainment properties and/or arrangements with third party film production distribution companies; and FMRY involved in various motion picture development, TV development, production, and production related services looking a high and low budget film/tv entertainment projects. (2) And we have other inactive subsidiaries used in prior productions and facilitation as
a) Emmett/Furla Films Productions Corporation (“EFFP”) (INACTIVE and EFFP’s subsidiary, b) Good Entertainment Service, Inc. (“GESI”), a Delaware Corporation, was originally a production servicing company and produced one motion picture
“Good Advice” in the year 2000. Currently GESI is our subsidiary that signs with the film and entertainment industry guilds when the contracted resource is a member of the various union guilds (at present INACTIVE); c)(3) EFF Independent, Inc. (“EFFI”) (INACTIVE) a California Corporation, Family Room Entertainment Corp. (“FMYR” or the “Company”) i FMLY Music Publishing and EFF Music Publishing California Corporations; California Corporations

1. The form of organization of the issuer:

Family Room Entertainment Corporation is a New Mexico corporation.

2. The Year that the issuer (or any predecessor) was organized:

Family Room (FMYR) was incorporated in 1969 as Cobb Resources Corporation.

3. Issuer’s fiscal year end date:

Our fiscal year end is June 30.

4. Whether the issuer (and or any predecessor) has been in bankruptcy, receivership or any similar proceedings:

Family Room Entertainment Corporation has never been in bankruptcy, receivership or any similar proceedings.

5. Any material reclassification, merger, consolidation, or purchase or sale of a significant amount of assets not in the ordinary course of business:

None

6. Any default of the terms of any note, loan lease, or other indebtedness or financing arrangement requiring the issuer to make payment;

The Issuer has never had any default of the terms of any note, loan, lease, or other indebtedness or financing arrangement requiring the issuer to make payments.

7. Any change of control:

None

8. Any increase in 10% or more of the same class of outstanding equity securities;

In November 2009, Family Room restructured its outstanding debt in convertible preferred stock. This stock will convert into approximately 12% of the authorized shares and 1,400% of the issued and outstanding shares.

9. Describe any past, pending or anticipated stock split, stock dividend, recapitalization, merger, acquisition, spin-off, or reorganization;

The Issuer underwent a reorganization of its share structure on February 29, 2008. Effective February 29, 2008, the Issuer affected a one for two hundred (1:200) reverse stock split with all fractional shareholders being rounded up to 1 whole share. The net effect of the restructuring was that reduction in total issued and outstanding shares of approximately 1,894,763,161 shares to 9,473,815 shares.

10. Any delisting f the Issuer's securities by any securities exchange or NASDAQ or deletion from the OTC Bulletin Board; than became members of the OTCMARTKETS IN 2011

Family Room Entertainment Corporation voluntarily delisted its stock on January 8, 2010. FMYR is now on the OTCMARKETS.COM

11. Any current, past, pending or threatened legal proceedings or administrative actions either by or against the Issuer that could have material effect on the Issuer's business, financial condition, or operations. Any current, past or pending trading suspensions by a securities regulator;

None

(B) Business of Issuer. Describe the Issuer's business so a potential investor can clearly understand it. Please also include, to the extent material to an understanding of the Issuer, the following specific items

Family Room Entertainment Corp. ("FMYR" or the "Company") is engaged in various aspects of the motion picture entertainment industry, including development, production, and production services. FMYR develops, produces and performs production related services for the motion picture entertainment industry through wholly-owned subsidiaries]: (1) Emmett Furla Films Distribution LLC (a/k/a FMLY—DISTRO /tm) , (EFFD/FMLYD) is a Delaware Limited Liability Company our main Company to contract with third parties for the worldwide distribution and/or exploitation of FMYR's wholly owned, controlled entertainment properties and/or arrangements with third party film production distribution companies; and FMRY involved in various motion picture development, TV development, production, and production related services looking a high and low budget film/tv entertainment projects. (2) And we have other inactive subsidiaries used in prior productions and facilitation as
a) Emmett/Furla Films Productions Corporation ("EFFP") (INACTIVE and EFFP's subsidiary, b) Good Entertainment Service, Inc. ("GESI"), a Delaware Corporation, was originally a production servicing company and produced one motion picture
"Good Advice" in the year 2000. Currently GESI is our subsidiary that signs with the film and entertainment industry guilds when the contracted resource is a member of the various union guilds (at present INACTIVE); c)(3) EFF Independent, Inc. ("EFFI") (INACTIVE) a California Corporation, Family Room Entertainment Corp. ("FMYR" or the "Company") i FMLY Music Publishing and EFF Music Publishing California Corporations; California Corporations

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Family Room Entertainment Corp.--FMLY--- ("FMYR" or the "Company") Plan of Operations is and continues as mainly an entertainment company. FMRY has been engaged in various aspects of the motion picture entertainment industry and currently has a small Library of films in distribution. FMYR does not plan, at this time, to produce new films; however, FMYR is actively seeking possible business opportunities in addition to Entertainment Film Ventures will be looking at Other Industries as well as possible acquisition and/or merger candidates.

More about Family Room Entertainment: Family Room Entertainment Corporation, is a Publicly held company trading on the OTC Markets, symbol "FMYR". Family Room Entertainment earns producer fees, and other revenue from its current film library and production related services for the entertainment industry.

The Issuer currently has 6 subsidiaries of which 3 ACTIVE and 3 INACTIVE **Subsidiaries**

1. The Issuer's primary and secondary SIC Codes;

Primary: 7819

2. If the Issuer has never conducted operations, is it in the development stage or is currently conducting operations;

The Company is conducting operations and is engaged in various aspects of the motion picture entertainment industry, including development, production, and production services.

3. If the Issuer is considered a "shell company" pursuant to SEC Rule 405 of the Securities Act of 1933;

The Issuer is **Not** a "Shell Company" pursuant to SEC Rule 405 of the Securities Act of 1933.

4. State the names of any parent, subsidiary, or affiliate of the Issuer, and describe its business purpose, its method of operation, its ownership, and whether it is included in the financial statements attached to this disclosure;

Parent Company: Family room Entertainment Corporation

Wholly owned Subsidiaries:
Emmett Furla Films Distribution LLC { a/k/a FMLY—DISTRO /sm} (a Delaware LLC) - ACTIVE
Emmett Furla Films Production, Inc. (a CA. Corp.)INACTIVE
Good Entertainment Services, Inc. (a CA Corp.) INACTIVE
EFF Independent Inc. (a CA Corp.) INACTIVE
FMLY Music Publishing, Inc. (A CA. Corp.) ACTIVE
EFF Music Publishing, Inc. (A CA Corp.) ACTIVE

5. The effect of existing or probable governmental regulations on the business;

None.

6. An estimate of the amount spent during each of the last two fiscal years on research and development activities, and, if applicable, the extent to which the cost of such activities are borne directly by customers;

None

7. Cost and effects of compliance with environmental laws (federal, state and local)

The Issuer is not producing any products that are hazardous to the environment and does not foresee any changes that could adversely affect the environment. The Issuer is not subject to compliance with any federal, state or local laws.

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The nature of the products or services offered:

A. Principal products or services and their markets;

Family Room Entertainment Corp. (“FMYR” or the “Company”) is engaged in various aspects of the motion picture entertainment industry, including development, production, and production services and distribution services FMYR develops, produces and performs production related services for the motion picture entertainment industry through wholly-owned subsidiaries: (1) Emmett Furla Films Distribution LLC, (EFFD) is a Delaware Limited Liability Company our main Company to arrange for direct and/or contract with third parties for the worldwide distribution and/or exploitation of FMYR’s wholly owned, controlled entertainment properties and/or arrangements with third party film production distribution companies; and various INACTIVE subsidiaries (“EFFP”), a California Corporation subsidiary, Good Entertainment Service, Inc. (“GESI”), a Delaware Corporation, was originally a production servicing company and produced one motion picture “Good Advice” in the year 2000. Currently GESI is our subsidiary that signs with the film and entertainment industry union guilds when the contracted resource is a member of such guild;. EFFI has subsidiaries Additionally a couple special active subsidiaries ; i.e. FMLY Music Publishing and EFF Music Publishing California Corporations.

Family Room Entertainment Corp.--FMLY--- ("FMYR" or the "Company") Plan of Operations is and continues as mainly an entertainment company. FMRY has been engaged in various aspects of the motion picture entertainment industry and currently has a small Library of films in distribution. FMYR does not plan, at this time, to produce new films; however, FMYR is actively seeking possible business opportunities in addition to Entertainment Film Ventures will be looking at Other Industries as well as possible acquisition and/or merger candidates.

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B. Distribution methods of the products or services;

Contract with third parties for the worldwide distribution and/or exploitation of thought FMYR's wholly owned, controlled entertainment properties and/or arrangements with third party film production distribution companies;

C. Status of any publicly announced new product or services;

No new items at this time as of and through June 30 k2013 ; however prior thereto there was the

Conan the Barbarian 2011; a theatrical released in theatre's August 19, 2011 and has in distribution certain of its Film/TV Projects In Distribution with arrangement of third party Film Entertainment Organizations.

D. Competitive business conditions, the Issuer's competitive position in the industry, and the methods of competition;

FMYR is a small independent movie/film production-distribution company and competes with numerous medium and size similar companies.

E. Sources and availability of raw materials and the names of principal suppliers;

Not applicable.

F. Dependence on one or a few major customers;

Lions Gate Films, Nu Image and Millennium Films. and Showtime and Lantern Lane and Entertainment 7

G. Patents, trademarks, licenses, franchises, concessions, royalty agreements or labor contracts, including their duration;

None …

H. The need for any government approval of principal products of services;

The Issuer is not subject to any governmental regulations.

) The Nature and extent of the Issuer's facilities:

Describe the general character and locations of all materially important properties held or intended to be acquired by or leased to the Issuer and describe the present or proposed use of such properties and their suitability and adequacy for such use.

Principal office location: 10061 Riverside Drive, Suite # 300 Toluca Lake, CA 91602. Is a one year lease from March 1, 2013 through June y 30, 2013 expandable and is renewable.

2. State the nature of the Issuer's title, or other interest in, such properties and the nature of the Issuer's title to, or other interest in, such properties and the nature and amount of all material mortgages, liens or encumbrances against such properties. Disclose the current principal of each material encumbrance, interest and amortization provisions, prepayment provisions, maturity date and the balance due at maturity assuming no payments;

The Issuer does not hold title to any real estate properties. Subsequently, the Issuer does not have any mortgages, liens or encumbrances against such properties.

3. Outline briefly the terms or any lease or any of such properties or any option on contract to purchase or sell of any such properties;

Not Applicable

4. Outline briefly any proposed program for renovation, improvement of development of such properties, including the estimated cost thereof and method of financing to be used. If there are no present plans for the improvement or development of any unimproved or undeveloped property, so state and indicate the purposed for which the property is to held or acquired;

Not Applicable

5. Describe the general competitive conditions to which the properties are or may be subject;

Not Applicable

6. Include a statement as to whether, in the opinion of the management of the issuer, the properties are adequately covered by insurance;

Not Applicable

7. With respect to each improved property which is separately described, provide the following in addition to the above;

Not applicable

Management Structure and Financial Information

Item (XI) The Name of the Chief Executive Officer, members of the board of directors, as well as control persons
A. Officers and Directors

As of June 30 2013
NAME: **TITLE**
Stanley Tepper
AS THE "The Business Management Financial & Production Service Consultant-sm/tm and -- Chairman/CEO/PRESIDNET"
c/o Business Mkrt/Conf/Film Offices FMYR 10061 Riverside Dr Suite 300 Toluca Lake Ca 91602

Business address for all executive officers and directors is:

Family Room Entertainment Corporation, c/o Business Marketing Conférence Center 10061 Riverside Drive, Suite # 300, Toluca Lake, CA 91602.

STANLEY TEPPER - **Is the FMLY 's** Business Management
Financial Production Services Consultant TM/SM
and as Chairman, Chief Executive Officer and President

Mr. Tepper is the "Business Management Financial Production Service Consultant TM/SM and as Chairman, Chief Executive Officer and President, having been with FMYR for over 10 years and has held senior management positions with various entities for more than 30 years. During period from 2009 to present was financial tax accountant business management consultant including Time-Warner; Warner Bros.; Village Roadshow Pictures and APRO/Allegiant, a payroll service and staffing company and Bayside Financial a business management financial consulting company and Financial Business Accountant consultant for a number of entertainment production entities and Not-For-Profit entity including NUAF Neighbors Uniting American Families (a/k/a)National Union of American Families an organization to bring America Family/Families together (www.Nuafonline.org) and America Rebirth.org

From 2000 to Present was/is Finance/Accountant/Consultant for Family Room entertainment Corp (FMYR) a film entertainment production and distribution company overseeing ultimate's/estimates and Finance and 2009 being the Business Management as , Business Management Financial Production Consultant to Tamar Scarlet Entertainment Corp(TSE) an entertainment music, film, tv, company including the upcoming " Jazz Awards"/ upcoming "Heel & Toe" and Music events and productions ;

During the period 1998 through March 2000 Mr. Tepper was Controller of Operations for Time/Warner/Village Roadshow Pictures joint venture overseeing corporate day to day operations, design of its financial software systems and distribution accounting and ultimate's/estimates for it projects..

Prior to that Mr. Tepper, as indicated, has over 30+ years of experience in business consulting and senior management in accounting/finance /tax and human resources , principally in the entertainment industry such entities as Time/Warner/Orion Pictures joint venture, Satori Film, ALMI Distribution/RKO Warner Theaters, and the Cannon Group, Inc.

Mr. Tepper began his career with Price Waterhouse(a/k/a – Price Waterhouse Coopers , New York, and Alan Reich & Company New York. Earned a BS degree from Southeastern University; Washington, DC with a major in business finance and accounting as well as a minor in computer methodology and systems; minor in law management services.. Mr. Tepper A non practicing status inactive CPA under/ for Washington, DC.

Mr. Tepper knowledgeable of various systems; i.e., Microsoft Office / etc.; System Software, etc., SAGE MAS 90/200/500, QuickBooks, Various Tax Software inclusive Lacerte, and Go To My PC and Go to Meeting,/ various WEBSITE management etc.

(B) Legal/Disciplinary History

Please also identify whether any of the foregoing persons have, in the last five years, been the subject of:

1. A conviction in a criminal proceeding or named as defendant in a pending criminal proceeding (excluding traffic violations and other minor offenses);

None

2. The entry of an order, judgment, or decree, not subsequently reversed, suspended or vacated, by a court of competent jurisdiction that permanently or temporarily enjoined, barred, suspended or otherwise limited such person's involvement in any type of business, securities, commodities, or banking activities;

None

3. A finding or judgment by a court of competent jurisdiction (in a civil action), the SEC, the CFTC, or a state securities regulator of a violation of federal or state securities or commodities law, which finding or judgment has not been reversed, suspended, or vacated; or

None

4. The entry of an order by a self-regulatory organization that permanently or temporarily barred suspended or otherwise limited such person's involvement in any type of business or securities activities.

None

(C) <u>Disclosure of Family Relationships</u>

Describe any relationships existing among and between the issuer's officers, directors and shareholders.

None

D. <u>Disclosure of Related Party Transactions</u>.

On a majority of the projects FMYR? FMLY undertakes, FMYR/FMLY's chief executive officer and chief operating officer have contractual arrangements with FMYR/FMLY that provide for their compensation base to be between 10% to 20% for the net producers fees/contingent compensation earned by the Company. Net producers' fees are gross fees less approved direct costs incurred and/or contingent compensation earned from net profits and royalties by FMLY in providing the underlying services. Specifically for Stanley Tepper and between a monthly Business Management Financial and Production Services Consulting fee of between $2,000 to $2,500 plus inclusion of medical coverages and full reimbursement of all out-of-pocket expenses, including but not limited to Auto, etc.. for the net producers fees/contingent compensation earned by the Company. During the year ended June 30, 2013, these executive officers received services approximating $25,000 under these contractual arrangements including fees for the net producer fee/contingent compensation is materially reflected in the cost of the related film project and is ultimately recognized as operating cost-amortization of film costs in the statement of operations. June 30, 2013, these executive officers.

E. Disclosure of conflicts of interest

Describe any related party transactions of conflicts of interest

The Issuer is unaware of any conflicts of interest associated with this entity.

Item (XII) Financial information for the issuer's most recent fiscal period.

Not Applicable

Item (XIII) Similar financial information for such part of the two preceding fiscal years as the issuer or its predecessor has been in existence.

The following Annual Financial Statements dated June 30, 2010 and June 30, 2011 are included and attached hereto and incorporated herein by reference:

1) Unaudited Balance Sheet
2) Unaudited Statement of Income
3) Unaudited Statement of Cash Flow
4) Unaudited Statement of Shareholder Equity

Beneficial Owners

The following tables set forth as of July 31, 2011 certain information with respect to the Issuer's equity securities owned on record or beneficially by: (a) each officer and director of the Issuer; (b) each person who owns beneficially more than ten percent (10% for non-reporting issuers, 5% for reporting issuers) of each class of the Issuer's outstanding equity securities; and (c) and all directors and executive officers as a group.

The Company currently has 22,812,798 at June 30, 2013 and 17,786,868 at June 30 , 2012 shares issued and outstanding.

The below percentages are based on the fully diluted share figure of 250,139,537 shares

	Common Shares	Percentage (%)
Officers and Directors:		
George Furla c/o Family Room Entertainment 10061 Riverside Drive Suite 300 Toluca Lake, CA 91602	18,393,270	7.4%
	-0-	0%
	-0-	0%
5% or Greater Shareholders:		
Longview Fund c/o Family Room Entertainment 10061 Riverside Drive Suite 300 Toluca Lake, CA 91602	96,465,982	38.6%
Chuck Tamburello c/o Family Room Entertainment 10061 Riverside Drive Suite 300 Toluca Lake, CA 91602	38,893,796	15.5%

Family Room Entertainment FMYR © 2012 ™ 		
Bronko & Pamela Terkovich c/o Family Room Entertainment 10061 Riverside Drive Suite 300 Toluca Lake, CA 91602	21,232,687	8.5%
Elisa Salinas (Tau Entertainment) Now Owned by Family Room Entertainment Corp **In accordance with Settlement Agreement** **And are In process of being reissued to various to be** **Determined subsequent to June 30, 2012 as per settlement** **Agreement** c/o Family Room Entertainment 10061 Riverside Drive Suite 300 Toluca Lake, CA 91602	23,063,091	9.2%
Total Affiliate Ownership	198,048,827	79.2%
Shares Outstanding (Fully diluted)	250,139,537	100%

The name, address, telephone number and email address of each of the following outside providers that advise the issuer on matters relating to the operations, business development and disclosure

1. **Investment Banker**

This does not apply to the Issuer

2. **Promoters**

None at this time

3. **Counsel**

Naccarato & Associates
1100 Quail Street, Suite 100
Newport Beach, California 92660
Phone 949 851 9261
Fax 949 851 9262

4. **Accountant**
AGS/TasaServices-sm/tm via For Stanley Tepper
As acting Accountant for FMYR

c/o Family Room Entertainment
10061 Riverside Drive Suite 300
Toluca Lake, CA 91602

5. **Public Relations Consultant(s)**

None

6. **Investor Relations**

None

7. **Any other advisor(s) that assisted, advised, prepared or provided information with respect to this disclosure statement**

None

Item (XVI) Management's Discussion and Analysis or Plan of Operation.

A. <u>Plan of Operation</u>

"Conan the Barbarian" has been released in theatres August 19th, 2011. Family Room (FMYR) has a meaningful profit participation in "Conan the Barbarian." Family Room will continue to participate in any "Conan" sequels. This film, along with generating revenues from it's existing FMYR Film library will be Family Rooms' core business. Family Room, at this time, does not plan to produce any other additional films; however, Family Room plans to consider various opportunities in other business fields.

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B. Results of Operations.

Fiscal Years Ended June 30, 2013 and 2012 Comparative

Revenues

During fiscal year ended June 30, 2013 we generated revenues of $ 6,429 as compared to $ 220,244 during fiscal year ended June 30, 2012, a decrease of $ 212,815. The decrease in revenue is a result of the decrease in revenue is a result less distribution and production fee income of mainly In, 2013 had major producer and foreign distribution fees for various films in distribution ,

Costs relating to operating revenue for the year ended June 30, 2013 were $ 4,461 as compared to $ 46,455 - for the year ended June 30, 2012, a decrease of $ 41,994 the decrease is mainly due to decrease in Distribution Fees and Costs relating to revenues...

Selling, general administrative expenses for the year ended June 30, 2013 was 105,656 as compared to $ 21,651 for the year ended June 30, 2012 for an increase of $ 42,005. The increase is a result of from certain increase of overhead costs and write-off of certain payables mainly concerning accounting and finance and other consulting costs. That occurred in 2013

Interest expense for the year ended June 30, 2013 was -0- as compared to $ 5,220 for the year ended June 30, 2012 for a decrease of $ 5,220 The decrease is a result of reduction in interest costs and some savings and payments in notes payable

Net Income (Loss)

During fiscal year ended June 30, 2013, we had a net ($ 103,678) as compared to net income of $ 3,382,363 mainly the major change from 2013 vs. 2012 is due mainly to not having any Settlement of Debt: for which the Company settled agreements for production funding , producer fees and contingent compensations and reduction in operation revenues .

Our financial statements have been prepared on a going concern basis that contemplates the realization of assets and the settlement of liabilities and commitments in the normal course of business.

We do not believe that we will have sufficient cash to meet our short-term capital requirements, and there are no assurances that it will be able to raise sufficient funds to meet long-term capital needs. We may also seek alternative sources of financing, including more conventional sources such as bank loans and credit lines, although no assurances in this regard can be made. Further, the availability of any future financing may not be on terms that are satisfactory to us. From time to time, we may evaluate potential acquisitions involving complementary businesses, content, products or technologies. We have no present agreements or understanding with respect to any such acquisition. Our future capital requirements will depend on many factors, including growth of our business, the success of our operations, economic conditions and other factors including the results of future operations.

C. Off-Balance Sheet Arrangements.

As of the date of this document, the Issuer does not have any off balance sheet arrangements.

Issuance History

Item (XVII) List of securities offerings and shares issued for services in the past two years.

Common Shares Issued:

None

Preferred Share Issued:

On January 9, 2010 the Company restructured its debt through the issuance of the following convertible preferred shares:

	Preferred Shares issued
Longview Fund	1,663,207
Alpha Capital (issued 11-04)	147,250
George Furla (issued 6-30-2007)	317,125
Chuck Tamburello (Issued 5-2007)	670,583
Bronko & Pamela Terkovich (issued 2-2006)	366,081
Elisa Salinas (Tau Entertainment) (issued 1-2007)	397,640
Naccarato & Associates (issued - 10-1-2008)	159,056
Others	284,720
Total Shares	4,005,862

Issuers Certification

I, Stanley Tepper, certify that:

1. I have reviewed this Initial Disclosure Statement of Family Room Entertainment Corporation;

2. Based on my knowledge, this disclosure statement does not contain any untrue statements of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statement were made, not misleading with respects to the period covered by this disclosure statement, and

3. Based on my knowledge, the financial statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

Date: September _____, 2013

/S/ Stanley Tepper
____
Stanley Tepper, President/Chief Executive Officer/Chairman

Exhibits

Item (xviii) Material Contracts

A. Every material contract, not made in the ordinary course of business that will be performed after the disclosure document is posted on the Pink Sheets News Service or was entered into not more than two years before such posting.

1) Any contract to which directors, officers, promoters, voting trustees, security holders named in the disclosure document, or the Designated Advisor for Disclosure are parties other than contracts involving only the purchase or sale of current assets having a determinable market price, at such market price

Not applicable.

2) Any contract upon which the Company's business is substantially dependent, including but not limited to contracts with principal customers, principal suppliers, and franchise agreements

Not applicable.

3) Any contract for the purchase or sale of any property, plant or equipment for consideration exceeding 15 percent of such assets of the Company.

Not applicable.

4) Any material lease under which a part of the property described in the disclosure document is held by the Company.

Not applicable.

Articles of Incorporation and Bylaws

The Articles of Incorporation and all corporate amendments are on file with the Secretary of State of New Mexico and are attached. A complete copy of the issuer's bylaws is attached. .

Purchases of Equity Securities by the Issuer and Affiliated Purchasers

Not applicable

Exhibit A

Family Room Entertainment Corporation Financial Statements and notes thereto for the Fiscal years ended June 30, 2013 and 2013, respectively.

FAMILY ROOM ENTERTAINMENT CORPORATION

CONSOLIDATED FINANCIAL STATEMENTS
UNAUDITED
FOR THE YEARS ENDED JUNE 30, 2013 AND 2012

FAMILY ROOM ENTERTAINMENT CORPORATION

CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2013 AND 2012

C O N T E N T S

FAMILY ROOM ENTERTAINMENT CORPORATION

CONSOLIDATED BALANCE SHEETS
AS OF JUNE 30, 2013 AND 2012
UNAUDITED

	2013 Unaudited	2012 Unaudited
Assets		
Cash and cash equivalents	$ 1,956	$ 9,742
Accounts & Other Receivable (net of reserve$123,000 & 123,000, respectively)	0	73,875
Film costs, net	8,787	8,787
Property & equipment, net	0	0
Total Assets	$ 10,744	$ 92,404
Liabilities and Shareholders' Deficit		
Liabilities		
Notes payable under Due to film participation agreement NONEs	$	$ - 0 -
Notes payable, other	193,709	209,118
Accounts payable and accrued liabilities	110,767	97,700
Notes Payable a Shareholder	215,462	215,462
Total Liabilities	519,939	522,280-
Equity and Shareholders' Deficit		
Preferred stock:$0.01 par value; 5,000,000 shares authorized; 3,933,039 shares issued and outstanding	39330	40,059
Common stock:$0.001 par value; 2,000,000,000 shares authorized; 22,812,798 and 17,786,868 shares issued, respectively	22,813	17,787
Additional paid-in capital	24,666,058	24,664,347
Treasury stock, 0 and 127,400 shares at cost, all sold -0-	0	(13,136)
Accumulated deficit	(25,237,394))	(25138,345)
Total Equity and Shareholders' Deficit	(509,196))	(429,876)
Total Liabilities and Shareholders' Deficit	$ 10,744	$ 92,404

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

FAMILY ROOM ENTERTAINMENT CORPORATION

CONSOLIDATED STATEMENTS OF OPERATIONS
FOR THE YEARS ENDED JUNE 30, 2013 AND 2012
UNAUDITED

	2013 Unaudited	2012 Unaudited
Gross Margin		
Revenues from Film TV	$ 6,429	$ 100,244
Revenues Other		120,000
Amortization of film costs	0	(0)
Distribution Fees Costs	4,461	(46,455)
Gross Margin	1,968	163,789
Selling, general and administrative expenses (1)	(105,646)	(21,651)
Income/(Loss)3 from Operations	(103,678)	142,138
Other Income and Expenses		
Interest income		42
Other income from settlement of debt		3,245,703
Interest expense	(	(5,220)
Total Other Income and Expenses		3,250,965
Net Income (Loss)	$ (103,678)	$ 3,382,363
Net earnings/(loss) per common share, basic and diluted	$ (0.005)	$ .19
Weighted average number of shares, basic and diluted	22,812,798	17,786,868
(1) Non-cash share-based compensation included in: Selling, general and administrative expenses	$ 0	$ 0

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

FAMILY ROOM ENTERTAINMENT CORPORATION

CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (DEFICIT)
FOR THE YEARS ENDED JUNE 30, 2013 AND 2012
UNAUDITED

	Common Stock Shares	Common Stock Amount	Preferred Shares	Preferred Stock Amount	n Additional Paid-In Capital	Treasury Stock	Accumulated Deficit	Total
Balance at June 30, 2009	15,641,866	$ 15,642			$ 20,621,893	$ (3,136)	$ (28,990,620)	$ (8,366,221)
II Issuance of Preferred Convertible Shares	-	-	4,020,650	$ 40,207	4,040,752 -		-	(4,080,959
` Common stock issued for convertible debt interest	1,300,000	1,300			2,400	-	-	3,700
Net loss	-	-			-	-	(561,541)	(561,541
Balance at June 30, 2010	16,941,866	16,942	4,020,630	40,207	24,665,045	(13,136)	(29,552,161)	(4,843,103)
Net income	-	-			-	-	1,030,613	1,030,613
Balance at June 30, 2011	16,941,867	$ 16,942	4,020,650	40,207	$ 24,665,045	$ (13,136)	$ (28,521,548)	$ (3,812,490)
Common stock issued for convertible Preferred Shares	845,045	845	(14,988)	(148)	(846)		3,382,363	3,383,363
New Income								
Balance at June 30, 2012	17,786.912	17,787	4,005,862		24,664,347	13,136	25,139,185	420,429,,
Treasury shares sold						(13,136)		
Net Income (loss)							(103,678)	
Conversion Preferred Shares			(72,851)	(729)	3,744			
Issuance of Common Shares	4,995,912	4,995						
Balance June 30 , 2013	22,812,798	22,812	3,993,031	39,331	24,770,729	0	25,237,394	(509)196

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

FAMILY ROOM ENTERTAINMENT CORPORATION

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2013 AND 2012
UNAUDITED

	2013 Unaudited	2012 Unaudited
Cash Flows From Operating Activities:		
Net Income (loss)	$ (103,678)	$ 3,382,363
Adjustment to reconcile net loss to net cash used:		
Depreciation expense	0	0
Amortization of film costs	0	0
		-
Change in operating assets and liabilities:		
	-	
(Increase(decrease) in Accounts and Other Receivables	73,875	73,,875 -
(Increase) decrease in film costs	0)	0
(Increase) decrease in other assets	0	0
Increase (decrease) in accounts payable and accrued liabilities	(13,067)	(89,936)
Net cash generated by/(used in) operating activities	(42,870))	
Cash flows from investing activities:		
Purchase of property and equipment	0	0
Net cash generated by/(used in) investing activities	0	0
Cash flows from financing activities:		
Proceeds/Settlements from investor productions or participation revenue loans	0	3,247,260
Payments of investor productions or participation revenue loans	0	0)
Purchase issuance of common stock	5,557	(846)
Payment on notes payable	0	(38,124)
Proceeds from sale of treasury stock	13,136	-
Preferred Convertible Stock	(729)	(845)
Increase in Paid in capital from conversion of convertible preferred shares and stock	1,711	
Payments on convertible notes payable		0
		41648
Payment(Receipt of New) on notes payable	15,409	
Net cash generated by/(used in) financing activities	35,094	
Decrease in cash and cash equivalents	(7,786)	(14,492,)
Cash and cash equivalents at beginning of year	9,742	24,235
Cash and cash equivalents at end of period	$ 1,956	$ 9,742
Supplementary disclosures of cash flow information		
Cash paid during the year for		
Interest	$ 0	$ 5.220
Taxes	$ -	$ -

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

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
UNAUDITED
JUNE 30, 2013

1. General

Family Room Entertainment Corp. ("FMYR" or the "Company") is engaged in various aspects of the motion picture entertainment industry, including development, production, and production services and distribution services FMYR develops, produces and performs production related services for the motion picture entertainment industry through wholly-owned subsidiaries: (1) Emmett Furla Films Distribution LLC, (EFFD) is a Delaware Limited Liability Company our main Company to arrange for direct and/or contract with third parties for the worldwide distribution and/or exploitation of FMYR's wholly owned, controlled entertainment properties and/or arrangements with third party film production distribution companies; and various INACTIVE subsidiaries ("EFFP"), a California Corporation subsidiary, Good Entertainment Service, Inc. ("GESI"), a Delaware Corporation, was originally a production servicing company and produced one motion picture "Good Advice" in the year 2000. Currently GESI is our subsidiary that signs with the film and entertainment industry union guilds when the contracted resource is a member of such guild; EFFI has subsidiaries. Additionally a couple special active subsidiaries; i.e. FMLY Music Publishing and EFF Music Publishing California Corporations. .

Family Room Entertainment Corp.--FMLY--- ("FMYR" or the "Company") Plan of Operations is and continues as mainly an entertainment company. FMRY has been engaged in various aspects of the motion picture entertainment industry and currently has a small Library of films in distribution. FMYR does not plan, at this time, to produce new films; however, FMYR is actively seeking possible business opportunities in addition to Entertainment Film Ventures will be looking at Other Industries as well as possible acquisition and/or merger candidates.

More about Family Room Entertainment: Family Room Entertainment Corporation, is a publicly held company trading on the OTC Markets, symbol "FMYR". Family Room Entertainment earns producer fees, and other revenue from its current film library and production related services for the entertainment industry.

And the FMYR WEBSITE IS WWW>FMLYROOM.COM

Going Concern: As Shown in the accompanying financial statements, the Company has incurred recurring losses from operations, and as of June 30, 2012, its total liabilities exceeded its total assets by $ 429,976. These factors raise substantial doubt about the Company's ability to continue as a going concern Management has instituted a cost reduction program that included a reduction in staffing general overhead and related fringes costs and has instituted more efficient management techniques. In 2009 the Company relocated its offices/ film marketing/conference center in order to reduce rental costs. In addition, the Company has a movie project for which it is one of its producers was released August 2011; however, no major cash flow is anticipated. Additionally, the is/has made and is making arrangements for some motion pictures (films) in our Film Library to be further distributed in various markets. The Company has been able to obtain small additional capital via Notes and Convertible Notes Payable being issuance of the debt or equity. The Company has some ongoing requirements for additional capital investment, and historically management has been able to obtain additional financing to meet its working capital needs. The accompanying financial statements do not include any adjustments that might be necessary if the Company is unable to continue as a going concern.

2. Summary of Significant Accounting Policies

Principles of Consolidation

The consolidated financial statements include the accounts of FMYR and its wholly-owned subsidiaries. All significant intercompany balances and transactions have been eliminated.

Unclassified Consolidated Balance Sheet

In accordance with the provisions of Statement of Position 00-2 ("SOP 00-2"), FMYR presents an unclassified consolidated balance sheet because FMYR has an operating cycle of approximately three years.

2. Summary of Significant Accounting Policies (continued)

Accounting Estimates

The preparation of financial statements in conformity with generally accepted accounting principles in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates. Key estimates include amortization of film costs and valuation of convertible debt and derivative instruments.

Revenue Recognition

Revenue from the distribution of motion pictures is recognized as earned under the criteria established by SOP 00-2. FMYR's revenue cycle is generally one to three years, with the expectation that substantially all revenue will be recognized in the first two years of individual motion pictures. In accordance with SOP 00-2, FMYR considers revenue earned when all of the following have occurred:

- FMYR has a valid sale or licensing agreement in place.
- The motion picture is complete and in accordance with the agreement with the customer.
- The motion picture has been delivered or is deliverable.
- The license period has begun.
- The revenue is fixed or determinable and collection is reasonably assured.

The Company recognizes revenue from various sources under the criteria established by SOP 00-2 as follows.

1. Producers Fees – Producer fees are recognized upon receipt of the fees and delivery of the related services. If upon receipt of the fees all services have not been provided, the fees are deferred and recognized as the services are performed;

2. Royalties – Royalty and profit participation are recognized when the amounts are known and the receipt of the royalties is reasonably assured. Accordingly, recognition generally occurs upon receipt (usually quarterly or semi-annually); and

3. Distribution Revenues – Distribution Revenues are recognized when earned and appropriately reported by third (3rd) party Distribution companies and recorded Gross along with any distribution expenses charged by the Distributor and upon receipt of such revenues.

4. Producer Development, Production Service Fees and Film Distribution Fees – As these services are provided, these fees are invoiced by FMYR to the third party financiers and producers and are recognized when the amount has been determined and receipt is reasonably assured.

2. Summary of Significant Accounting Policies (continued)

Film Costs

Film costs include costs to 1) acquire rights or films, 2) project development (the process whereby underlying material, such as a book, manuscript or screenplay, are made ready for production into a motion picture by creating a finished screenplay which takes in to account the desires of the creative elements as well as the constraints of the budget and production schedule), 3) project packaging (the process whereby creative elements, such as directors and actors, are attracted to and agreements are made for them to perform their services in connection with the picture), and/or 4) produce feature motion pictures. Production costs mainly consist of acquisition costs, salaries, equipment and overhead. Production costs in excess of the amounts reimbursable by the actual production entity are capitalized. Once production on a particular film project commences, FMYR begins to derive producer fees. FMYR's primary source of revenue is motion picture production fees. Production costs capitalized on a particular film project are amortized in the proportion that the revenue received during a period bears to the anticipated total gross revenues for that film.

Estimates of anticipated total gross revenues for all film projects are reviewed periodically and revised when necessary. Unamortized film production costs are also compared with net realizable value each reporting period on a film-by-film basis. If estimated gross revenues are not sufficient to recover the unamortized film production costs, the unamortized film production costs are written down to their estimated net realizable value.

Exploitation Costs

All exploitation costs, including marketing costs, are expensed as incurred. During the year ended June 30, 2011and 2010, FMYR incurred exploitation costs of $-0- and $-0- respectively.

Participation Costs

Estimates of unaccrued ultimate participation costs, if any, are used in the individual film forecast computation to arrive at current period participation cost expense. Participation costs are determined using assumptions that are consistent with FMYR's estimates of film costs, exploitation costs, and ultimate revenue. If, at any balance sheet date, the recognized participation costs liability exceeds the estimated unpaid ultimate participation costs for an individual film, the excess liability is reduced with an offsetting credit to unamortized film costs. To the extent that an excess liability exceeds unamortized film costs for a film, it is credited to income. Participation costs are not currently a factor on any of FMYR's film projects.

2. Summary of Significant Accounting Policies (continued)

Cash Equivalents

FMYR considers all highly liquid investments purchased with a maturity of three months or less to be cash equivalents.

Business Segment

The Company operates, at this time, in a single business segment.

Property and Equipment

Property and equipment are stated at cost. Depreciation of property and equipment is calculated using the straight-line method over estimated useful lives ranging from three to five years. These assets are periodically reviewed for impairment whenever changes in circumstances indicate that the carrying amount of the asset may not be recoverable. Impaired assets and assets to be disposed of are reported at the lower of carrying values or fair values, less costs of disposal.

Income Taxes

Company accounts for its income taxes using the Financial Accounting Standards Board ASC 740, "Income Taxes," which requires the establishment of a deferred tax asset or liability for the recognition of future deductible or taxable amounts and operating loss and tax credit carry forwards. Deferred tax expense or benefit is recognized as a result of timing differences between the recognition of assets and liabilities for book and tax purposes during the year.

Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. Deferred tax assets are recognized for deductible temporary differences and operating loss, and tax credit carry forwards. A valuation allowance is established to reduce the deferred tax asset if it is "more likely than not" that the related tax benefits will not be realized.

The Company accounts for income taxes in accordance ASC Topic 740. Realization of an uncertain income tax position must be estimated as "more likely than not" (i.e., greater than 50% likelihood of receiving a benefit) before it can be recognized in the financial statements. Further, the recognition of tax benefits is required to be recorded in the financial statements to be based on the amount most likely to be realized assuming a review by tax authorities having all relevant information. ASC 740 also clarifies the financial statement classification of tax-related penalties and interest and sets forth new disclosures regarding unrecognized tax benefits.

2. Summary of Significant Accounting Policies (continued)

Interest

Costs associated with the maintenance of debt are charged to expense or capitalized to the extent debt is used for costs of film productions.

Net Income Loss per Common Share

Basic income loss per common share amounts is based on the weighted average number of common shares outstanding during the respective periods. Dilutive loss per common share amounts is based on the weighted average common shares outstanding during the period and shares assumed issued upon conversion of stock options and other financial instruments convertible into common stock, when the effect of such conversions would have been dilutive to net loss. There is no assumed conversion of stock options, warrants or convertible debentures for 2011 or 2010 because the effect would be anti-dilutive.

Stock-Based Compensation

Stock-based compensation is accounted for under the standards prescribed by SFAS No. 123R, "Share-Based Payment." This statement focuses primarily on accounting for transactions in which an entity obtains employee services in share-based payment transactions. The standard prescribes the expensing of the fair value of stock options granted to employees in the basic financial statements through the use of an option-pricing model. The expense recognized with respect to unvested awards is based on the grant-date fair value and vesting schedule of those awards. The statement applies to equity awards and to equity awards modified, repurchased, or cancelled after the effective date of adoption.

Comprehensive Income

Comprehensive income consists of net income and other gains and losses affecting stockholders' deficit that, under generally accepted accounting principles in the United States of America, are excluded from net income, such as unrealized gains and losses on investments available for sale, foreign currency translation gains and losses and minimum pension liability. For the fiscal years ended June 30, 2011 and 2012, FMYR's financial statements include none of the additional elements that affect comprehensive income. Accordingly, net income and comprehensive income are identical.

Fair Value of Financial Instruments

The Company measures its financial assets and liabilities in accordance with generally accepted accounting principles. ASC Topic 820, "Fair Value Measurements and Disclosures," requires certain disclosures regarding the fair value of financial instruments. For certain of the Company's financial instruments, including cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities, the carrying amounts approximate fair value due to their short maturities.

2. Summary of Significant Accounting Policies (continued)

ASC 820 defines fair value, establishes a framework for measuring fair value and expands the related disclosure requirements. The statement indicates, among other things, that a fair value measurement assumes that the transaction to sell an asset or transfer a liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market for the asset or liability based upon an exit price model.

ASC 820 prescribes a fair value hierarchy in order to increase consistency and comparability in fair value measurements and related disclosures. The hierarchy is broken down into three levels based on the reliability of inputs as follows:

- Level 1—Valuations based on quoted prices in active markets for identical assets. Since valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these products does not entail a significant degree of judgment.

- Level 2—Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, directly or indirectly. Quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active,

  or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

- Level 3—Valuations based on inputs that are unobservable and significant to the overall fair value measurement.

The Company designates cash equivalents (consisting of money market funds) and investments in securities of publicly traded companies as Level 1.

Concentration of Credit Risk

Cash, accounts receivable and notes receivable are the primary financial instruments that subject FMYR to concentrations of credit risk. FMYR maintains its cash in banks selected based upon management's assessment of the bank's financial stability. Balances often exceed the federal depository insurance limit; however, FMYR has experienced no losses on deposits. At June 30, 2012 and June 30, 2011, the Company had balances in excess of the limit totaling $0 and $0, respectively.

Accounts receivable are primarily from transactions with customers in California. FMYR performs credit reviews of its customers and provides a reserve for accounts where collection is uncertain. Collateral is not required for the credit granted. $123,000 of accounts receivable at June 30, 2011 and June 30, 2010 (net of the reserve for doubtful accounts) arose from one customer. In addition FMLYR has Other Receivable mainly consisting of an Assignment Agreement between GF and RE Productions LLC of the EFF LOGO NAME

2. Summary of Significant Accounting Policies (continued)

Recently Issued Accounting Pronouncements (continued)

In April 2008, the FASB issued FASB Staff Position ("FSP") No. FAS 142-3, "Determination of the Useful Life of Intangible Assets," ("FSP No. 142-3"). The intent of this FSP is to improve consistency between the useful life of a recognized intangible asset under SFAS No. 142, "Goodwill and Other Intangible Assets" ("SFAS No. 142"), and the period of expected cash flows used to measure the fair value of the intangible asset under SFAS No. 141R. FSP No. 142-3 will require that the determination of the useful life of intangible assets acquired after the effective date of this FSP shall include assumptions regarding renewal or extension, regardless of whether such arrangements have explicit renewal or extension provisions, based on an entity's historical experience in renewing or extending such arrangements. In addition, FSP No. 142-3 requires expanded disclosures regarding intangible assets existing as of each reporting period. FSP 142-3 is effective for financial statements issued for fiscal years beginning after December 15, 2008, and interim periods within those years. Early adoption is prohibited. The Company is currently evaluating the impact that FSP No. 142-3 will have on its financial statements.

In May 2008, the FASB issued Financial Accounting Standard (FAS) No. 162, "The Hierarchy of Generally Accepted Accounting Principles." The statement is intended to improve financial reporting by identifying a consistent hierarchy for selecting accounting principles to be used in preparing financial statements that are prepared in conformance with generally accepted accounting principles. Unlike Statement on Auditing Standards (SAS) No. 69, "The Meaning of Present in Conformity With GAAP," FAS No. 162 is directed to the entity rather than the auditor. The statement is effective 60 days following the SEC's approval of the Public Company Accounting Oversight Board (PCAOB) amendments to AU Section 411, "The Meaning of Present Fairly in Conformity with GAAP," and is not expected to have any impact on the Company's results of operations, financial condition or liquidity.

In June 2008, the Financial Accounting Standards Board (FASB) issued FASB Staff Position (FSP) Emerging Issues Task Force (EITF) No. 03-6-1, "Determining Whether Instruments Granted in Share-Based Payment Transactions Are Participating Securities." Under the FSP, unvested share-based payment awards that contain rights to receive non-forfeitable dividends (whether paid or unpaid) are participating securities, and should be included in the two-class method of computing EPS. The FSP is effective for fiscal years beginning after December 15, 2008, and interim periods within those years, and is not expected to have a significant impact on the Company's results of operations, financial condition or liquidity.

Other recent accounting pronouncements issued by the FASB (including its EITF), the American Institute of Certified Public Accountants ("AICPA") and the SEC did not or are not believed by management to have a material impact on the Company's present or future financial statements.

In January 2010, the FASB issued Accounting Standard Update ("ASU") 2010-06 to improve disclosures about fair value measurements. ASU 2010-6 clarifies certain existing disclosures and requires new disclosure regarding significant transfers in and out of Level 1 and Level 2 of fair value measurements and the reasons for the transfer. In addition, ASU 2010-06 clarifies existing fair value disclosures about the level of disaggregation and about inputs and valuation techniques used to measure fair value. The amendments in ASU 2010-06 were effective for fiscal years beginning after December 15, 2009, and for interim periods within those fiscal periods. The adoption of ASU 2010-06 did not have a material impact on our disclosure about fair value measurements.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
UNAUDITED
JUNE 30, 2013

3. Accounts Receivable

Accounts receivable at June 30, 2012 and June 30, 2011, consisted of the following:

	June 30,2013	June 30,2012
Accrued receivables – producer fees	$ 123,000	$ 123,000
Reserve for doubtful accounts	(123,000)	(123,000)
Other Receivable s	-0-	73,875
Total	$ -0-	$ 73,875-

At June 30, 2012, one customer accounted for $123,000 of accounts receivable from film/tv operations.

4. Film Costs, and Amortization of Film Costs

Film costs and related amounts capitalized at June 30, 2011 and 2010, and the related activities during the year ended June 30, 2011and 2010, are shown in detail below. Substantially all film projects of the Company are intended for theatrical presentation.

	June 30, 2011	June 30 , 2012
Film Cost Beginning	$ 8,787	$ 8,787
Addition Capitalized Film Costs	$ 2,222	$ 2.222
Total Film Cost Before Amortization	$ 11,009	$ 11.009
Less Amortization or Write Off of Film Costs	$ 2,222	$ 2.222
Net Film Costs at year ended	$ 8.787	$ 8,787

FMLY/FMYR has a limited number of customers. A percentage breakout of revenue by major customer follows:

	June 30,	
Major Customers	2013	2012
NuImage/Millennium Films	00.00%	00.00%
Lions Gate Films	100.00%	39,75%
Showtime	0.0%	5,75%
Others, less than 5%	0%	0%
Other than Film/TV Revenues	0	55.50
Total Revenue	100.00%	100.00%

5. Property and Equipment

Property and equipment at June 30, 2012 and June 30, 2011, consisted of the following:

	Life	June 30, 2013	June 30, 2012
Office furniture and equipment	7 years	$ 49,907	$ 49.907
Computer equipment	5 years	93,213	93,213
Software	3 years	88,956	88,956
Website s	3 year	2,650	2,650
Total		234,727	234,727
Less accumulated depreciation and amortization		(234,727	(234,727)
		$ 0	$ 0

During the twelve months ended June 30, 2012 and 2011, depreciation and amortization expense was $ -0- and $ -0- respectively.

6) Convertible Notes Payable/Interest exchanges converted to Convertible Preferred Shares

Restructuring of Investor Production / Participation Notes to the Convertible Preferred Shares

In November 2009, December 2009 Company converted all its outstanding Convertible Notes payable including

Convertible Notes Payable/Interest exchanges converted to Convertible Preferred Shares (continued)

interest into Convertible Preferred Shares which included end of year June 30, 2013 and in turn June 30, 2012.for which is 3,933,073 and 4,020,650 shares equivalent to $3,933,973 and $4,020,650 respectfully .

7) Accounts Payable and Accrued Liabilities

Accounts payable and accrued liabilities at June 30, 2013 and June 30, 2012, consisted of the following:

	June 30, 2013	June 30, 2012
		223,951
Accounts payable	$ 92,387	$ 92.480
Accrued interest payable	8,380	5,220
	$ 110,767	$ 97,700

8. Income Taxes

The Company has losses carried forward for income tax purposes for June 30, 203 June 30, 2012 and June 30, 2011. There are no current or deferred tax expenses for the period ended June 30, 2013 2012 or 2011 due to the Company's loss position. The Company has fully reserved for any benefits of these losses. The deferred tax consequences of temporary differences in reporting items for financial statement and income tax purposes are recognized, as appropriate. Realization of the future tax benefits related to the deferred tax assets are dependent on many factors, including the Company's ability to generate taxable income within the net operating loss carry forward period.

Management has considered these factors in reaching its conclusion as to the valuation allowance for financial reporting purposes.

9) Leases – Office Conference Agreement

Office Marketing/Conference Center Services operates and uses an Office Marketing/Conference Center Services on a yearly basis agreement at a cost of approximately $ 2,500 a year mainly for business marketing and conferences.

10. Stockholders' Equity

Common Stock

All references in the financial statements to the number of shares outstanding, per share amounts, and stock option data of the Company's common stock have been restated to reflect the effect of the stock split for all periods presented. Stockholders' Equity reflects the stock split by reclassifying from "Additional Paid-In Capital" to "Common Stock" an amount equal to the par value of the additional shares arising from the split.

In conjunction with the reverse split, Family Room Entertainment Corporation's OTCBB symbol was changed from "FMLY" to "FMYR."

10. Stockholders' Equity (continued)

Common Stock (continued)

During the year ended June 30, 2011 and 2012, FMYR issued no warrants.

During the year ended June 30, 2010, FMRY issued shares of common stock for payment of Interest on the Company's convertible notes in amount of $3,700.

Description of Common Stock

Holders of the common stock are entitled to one vote for each share held in the election of directors and in all other matters to be voted on by stockholders. Stockholders have cumulative voting rights in the election of directors. Holders of common stock are entitled to receive dividends as may be declared from time to time by the board of directors out of funds legally available. In the event of liquidation, dissolution or winding up, holders of common stock are to share in all assets remaining after the payment of liabilities.

Every holder of stock in FMYR shall be entitled to have a certificate, signed by, or in the name of the corporation by, the chairman or vice-chairman of the board of directors, or the president or a vice-president and the treasurer or an assistant treasurer, or the secretary of FMYR, certifying the number of shares owned by him in the corporation. The corporation is authorized to issue more than one class of stock or more

Description of the Series A Convertible Preferred Stock

November 6, 2009, by the Board of Directors of the Corporation established a authorized series of authorized preferred stock of the Corporation having a par value of $0.01 per share (the "Preferred Stock"), which series shall be designated as Series A Convertible Preferred Stock (the "Series A Preferred Stock") and shall consist of four million twenty five thousand (4,025,000) shares.

1. Conversion Price. The holders of shares of Series A Preferred Stock shall have the right to convert each share of Series A Preferred Stock into 58 shares of common stock, par value $0.01 per share ("Common Stock") of the Corporation at a price equal to $.0175 per share of Common Stock.

2. Dividends. Except as provided herein, the holders of the Series A Preferred Stock shall not be entitled to receive cash, stock or other property, as dividends, except if declared by the Board of Directors of the Corporation. Series A Preferred Stock shall not participate in any dividend declared with respect to the Common Stock.

3. Liquidation Rights. Upon the dissolution, liquidation or winding up of the Corporation, whether voluntary or involuntary, the holders of the then outstanding shares of Series A Preferred Stock shall be entitled to receive out of the assets of the Corporation the sum of $0.01 per share (the "Liquidation Rate") before any payment or distribution shall be made on any other class of capital stock of the Corporation ranking junior to the Series A Preferred Stock.

(a) The sale, conveyance, exchange or transfer (for cash, shares of stock, securities or other consideration) of all the property and assets of the Corporation shall be deemed a dissolution, liquidation or winding up of the Corporation for purposes of this Paragraph 4, but the merger, consolidation, or other combination of the Corporation into or with any other corporation, or the merger, consolidation, or other combination of any other corporation into or with the Corporation, shall

Description of the Series A Convertible Preferred Stock (continued)

not be deemed a dissolution, liquidation or winding up, voluntary or involuntary, for purposes of this Paragraph 4. As used herein, the "merger, consolidation, or other combination" shall include, without limitation, a forward or reverse triangular merger, or stock exchange of the Corporation and any of its subsidiaries with any other corporation.

(b) After the payment to the holders of shares of the Series A Preferred Stock of the full preferential amounts fixed by this Paragraph 4 for shares of the Series A Preferred Stock, the holders of the Series A Preferred Stock as such shall have no right to claim to any of the remaining assets of the Corporation.

(c) In the event the assets of the Corporation available for distribution to the holders of the Series A Preferred Stock upon dissolution, liquidation or winding up of the Corporation shall be insufficient to pay in full all amounts to which such holders are entitled pursuant to this Paragraph 4, no distribution shall be made on account of any shares of a class or series of capital stock of the Corporation ranking on a parity with the shares of Series A Preferred Stock, if any, upon such dissolution, liquidation or winding up unless proportionate distributive amounts shall be paid on account of the shares of the Series A Preferred Stock, ratably, in proportion to the full distributive amounts for which holders of all such parity shares are respectively entitled upon such dissolution, liquidation or winding up.

4. Preferred Status. The rights of the shares of the Common Stock shall be subject to the preferences and relative rights of the shares of the Series A Preferred Stock. Without the prior written consent of the holders of not less than a majority of the outstanding shares of the Series A Preferred Stock, the Corporation shall not hereafter authorize or issue additional or other capital stock that is of senior or equal rank to the shares of the Series A Preferred Stock in respect of the preferences as to distributions and payments upon the Liquidation, dissolution and winding up of the Corporation described in Paragraph 4 above.

5. Vote to Change the Terms of the Series A Preferred Stock. Without the prior written consent of the holders of not less than a majority of the outstanding shares of the Series A Preferred Stock, the Corporation shall not amend, alter, change or repeal any of the powers, designations, preferences and rights of the Series A Preferred Stock.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
UNAUDITED
JUNE 30, 2013

11. Claims and Contingencies

None.

12. Related Party Transactions

On a majority of the projects FMYR? FMLY undertakes, FMYR/FMLY's chief executive officer and chief operating officer have contractual arrangements with FMYR/FMLY that provide for their compensation base to be between 10% to 20% for the net producers fees/contingent compensation earned by the Company. Net producers' fees are gross fees less approved direct costs incurred and/or contingent compensation earned from net profits and royalties by FMLY in providing the underlying services. Specifically for Stanley Tepper and between a monthly Business Management Consulting fee of between $2,000 to $2,500 plus inclusion of medical coverage's and full reimbursement of all out-of-pocket expenses, including but not limited to Auto, etc.. For the net producers fees/contingent compensation earned by the Company. During the year ended June 30, 2012, these executive officers received compensation totaling $25,000 under these contractual arrangements. The compensation for the net producer fee/contingent compensation is materially reflected in the cost of the related film project and is ultimately recognized as operating cost-amortization of film costs in the statement of operations.
June 30, 2010, these executive officers received compensation totaling approximately $ 0 under these contractual arrangements.

13. The FMYR WEBSITE IS : WWW.FMLYROOM.COM

14: Subsequent Events

NONE