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

Form 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): 05/13/2010

INFORMATION ANALYSIS INC

(Exact name of registrant as specified in its charter)

Commission File Number: 000-22405

VA
(State or other jurisdiction of
incorporation)

54-1167364
(IRS Employer
Identification No.)

11240 Waples Mill Rd, Ste 201, Fairfax, VA 22030
(Address of principal executive offices, including zip code)

703-383-3000
(Registrant's telephone number, including area code)

(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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Item 2.02. Results of Operations and Financial Condition

On May 13, 2010, Information Analysis Incorporated issued a press release reporting earnings and other financial results for its first quarter. A copy of this press release, captioned "Information Analysis, Inc. Reports Increased Sales and Profits for First Quarter", is attached as exhibit 99 to this Current Report on Form 8-K (the "8-K"). The information in this 8-K, including the exhibit, shall not be deemed filed for the purposes of Section 18 of the Securities Exchange Act of 1934 (the "Exchange Act") or otherwise subject to the liabilities of that section, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933 or the Exchange Act, except as shall be expressly set forth by specific reference in such filing.

Item 9.01. Financial Statements and Exhibits

Press Release dated May 13, 2010, captioned: "Information Analysis, Inc. Reports Increased Sales and Profits for First Quarter"

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.

INFORMATION ANALYSIS INCORPORATED

Date: May 18, 2010

By: /s/ Matthew T. Sands

Matthew T. Sands
Controleer

EXHIBIT INDEX

<u>Exhibit No.</u>	<u>Description</u>
EX-99.	Press release dated May 13, 2010

For additional information contact:
 Richard S. DeRose (703) 293-7901
 For release:
 May 13, 2010 at 9:00 a.m.

Information Analysis, Inc. Reports Increased Sales and Profits for First Quarter

FAIRFAX, VIRGINIA – Information Analysis, Inc. (OTCBB:IAIC) today reported results for the first fiscal quarter ended March 31, 2010. Revenues were \$2,016,000, compared to \$1,394,000 reported in 2009's first quarter. The Company reported net income of \$104,000, or \$0.01 per share, compared to a net loss of \$62,000, or \$(0.01) per share, in the first quarter 2009.

“The Company’s revenue and profits have improved in the first quarter in comparison to the first quarter of 2009,” Sandor Rosenberg, Chairman and Chief Executive Officer of IAI said. “We have been aggressively pursuing new business opportunities to increase our order backlog, which should improve revenue results, not only for this year but for future years. “We are actively pursuing the conversion and system modernization business as well as Adobe and Web applications.”

About Information Analysis Incorporated

Information Analysis Incorporated (www.infoa.com), headquartered in Fairfax, Virginia, is an information technology services company. The Company is a web solution provider and software conversion specialist, modernizing legacy systems and extending their reach to the Internet world.

Additional information for investors

This release may contain forward-looking statements regarding the Company's business, customer prospects, or other factors that may affect future earnings or financial results. Such statements involve risks and uncertainties which could cause actual results to vary materially from those expressed in the forward-looking statements. Investors should read and understand the risk factors detailed in the Company's 10-KSB for the fiscal year ended December 31, 2009 and in other filings with the Securities and Exchange Commission.

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Information Analysis Reports First Quarter Results

May 13, 2010

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Information Analysis Incorporated Condensed Income Statements

<i>(in thousands, except per share data; unaudited)</i>	Three months ended March 31,	
	<u>2010</u>	<u>2009</u>
Net revenue:		
Professional fees	\$ 1,513	\$ 1,101
Software sales	502	293
	<hr/>	<hr/>
Total revenue	2,015	1,394
Cost of goods sold and services provided:		
Cost of professional fees	790	796
Cost of software sales	422	198
	<hr/>	<hr/>
Total cost of sales	1,212	994
	<hr/>	<hr/>
Gross margin	803	400
Operating expenses:		
Selling, general and administrative	701	466
	<hr/>	<hr/>
Operating income (loss)	102	(66)
Other income	2	4
	<hr/>	<hr/>
Income loss before income taxes	104	(62)
Provision for income taxes	--	--
	<hr/>	<hr/>
Net income (loss)	\$ 104	\$ (62)

Net income (loss) per share:

Basic	\$	<u>0.01</u>	<u>\$ (0.01)</u>
Diluted	\$	<u>0.01</u>	<u>\$ (0.01)</u>
Shares used in calculating earnings per share:			
Basic		11,196,760	11,196,760
Diluted		11,202,893	11,196,760

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Information Analysis Reports First Quarter Results

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Information Analysis Incorporated Balance Sheets

	As of:		As of:	
	<u>March 31, 2010</u>		<u>December 31, 2009</u>	
<i>(in thousands, unaudited)</i>				
ASSETS				
Current assets:				
Cash and cash equivalents	\$	1,379	\$	1,479
Accounts receivable, net		1,794		940
Prepaid expenses		939		689
		<u>4,112</u>		<u>3,108</u>
Total current assets				
Fixed assets, net		36		36
Other assets		6		6
		<u>4,154</u>		<u>3,150</u>
Total assets	\$		\$	
LIABILITIES & STOCKHOLDERS' EQUITY				
Current liabilities:				
Accounts payable	\$	505	\$	89
Deferred revenue		1,114		779
Other accrued liabilities		448		307
Accrued payroll and related liabilities		257		255
		<u>2,324</u>		<u>1,430</u>
Total liabilities				
Common stock, par value \$0.01, 30,000,000 shares authorized;				
12,839,376 shares issued, 11,196,760 outstanding		128		128
Additional paid-in capital		14,560		14,554
Accumulated deficit		(11,928)		(12,032)
Less treasury stock; 1,642,616 shares at cost		(930)		(930)
		<u>1,830</u>		<u>1,720</u>
Total stockholders' equity				
Total liabilities and stockholders' equity	\$	<u>4,154</u>	\$	<u>3,150</u>