InspireMD, Inc.

Form 10-Q August 08, 2017
UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549
FORM 10-Q
(Mark One)
QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
For the quarterly period ended: June 30, 2017
OR
TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934
For the transition period from to
Commission file number: 001-35731
InspireMD, Inc.

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Exact name	of registrant as	specified in	its charter)
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Delaware (State or other jurisdiction of incorporation or organization)	26-2123838 (I.R.S. Employer Identification No.)
4 Menorat Hamaor St.	
Tel Aviv, Israel 6744832	
(Address of principal executive	e offices)
(Zip Code)	
(888) 776-6204	
(Registrant's telephone number	r, including area code)
Securities Exchange Act of 193	or registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the 34 during the preceding 12 months (or for such shorter period that the registrant was and (2) has been subject to such filing requirements for the past 90 days. Yes [X] No []
any, every Interactive Data File	or the registrant has submitted electronically and posted on its corporate Web site, if the required to be submitted and posted pursuant to Rule 405 of Regulation S-T during are such shorter period that the registrant was required to submit and post such files). Yes
	or the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, a. See definitions of "large accelerated filer," "accelerated filer" and "smaller reporting Exchange Act.
Large accelerated filer [] Non-accelerated filer [] Smaller reporting company [X]	Accelerated filer [] (Do not check if a smaller reporting company) Emerging growth company []

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the

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Exchange Act. []

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes $[\]$ No [X]

The number of shares of the registrant's common stock, \$0.0001 par value, outstanding as of August 8, 2017: 7,450,952

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INSPIREMD, INC.

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(Unaudited)

June 30, 2017

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The amounts are stated in U.S. dollars in thousands

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PART I

Item 1. Financial statements

INSPIREMD, INC.

CONSOLIDATED BALANCE SHEETS

(Unaudited)

(U.S. dollars in thousands)

	June 30, 2017	December 31, 2016
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$6,879	\$ 7,516
Accounts receivable:		
Trade, net	451	356
Other	161	157
Prepaid expenses	73	65
Inventory	429	500
TOTAL CURRENT ASSETS	7,993	8,594
NON-CURRENT ASSETS:		
Property, plant and equipment, net	459	379
Funds in respect of employee rights upon retirement	430	399
Royalties buyout	25	38
TOTAL NON-CURRENT ASSETS	914	816
TOTAL ASSETS	\$8,907	\$ 9,410

INSPIREMD, INC.

CONSOLIDATED BALANCE SHEETS

(Unaudited)

(U.S. dollars in thousands other than share and per share data)

	June 30, 2017	December 31, 2016
LIABILITIES AND EQUITY		
CURRENT LIABILITIES: Current maturity of long-term loan Accounts payable and accruals: Trade	- 473	\$2,680 618
Other Advanced payment from customers TOTAL CURRENT LIABILITIES	2,066 54 2,593	1,447 33 4,778
LONG-TERM LIABILITIES- Liability for employees rights upon retirement TOTAL LONG-TERM LIABILITIES	572 572	587 587
COMMITMENTS AND CONTINGENT LIABILITIES (Note 10) TOTAL LIABILITIES	3,165	5,365
EQUITY:		
Common stock, par value \$0.0001 per share; 150,000,000 shares authorized at June 30, 2017 and December 31, 2016; 7,467,646 and 1,475,318 shares issued and outstanding at June 30, 2017 and December 31, 2016, respectively	1	-
Preferred B shares, par value \$0.0001 per share; 500,000 shares authorized at June 30, 2017 and December 31, 2016; 181,295 and 311,521 shares issued and outstanding at June 30, 2017 and December 31, 2016, respectively	-	-
Preferred C shares, par value \$0.0001 per share; 1,172,000 shares authorized at June 30, 2017; 745,775 shares issued and outstanding at June 30, 2017	-	-
Additional paid-in capital Accumulated deficit Total equity Total liabilities and equity	142,508 (136,767) 5,742 \$8,907	135,959 (131,914) 4,045 \$9,410

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

INSPIREMD, INC.

CONSOLIDATED STATEMENTS OF OPERATIONS

(Unaudited)

(U.S. dollars in thousands, except per share data)

	Three months ended		Six months ended	
	June 30,		June 30,	
	2017	2016	2017	2016
REVENUES	\$640	\$540	\$1,209	\$1,103
COST OF REVENUES	493	478	988	975
GROSS PROFIT	147	62	221	128
OPERATING EXPENSES:				
Research and development	403	278	753	657
Selling and marketing	632	403	1,164	768
General and administrative	1,406	1,147	3,002	2,499
Total operating expenses	2,441	1,828	4,919	3,924
LOSS FROM OPERATIONS	(2,294)	(1,766)	(4,698)	(3,796)
FINANCIAL EXPENSES, net:				
Interest expenses	-	188	119	367
Other financial expenses	-	(8)	35	34
Total financial expenses	-	180	154	401
LOSS BEFORE TAX EXPENSES	(2,294)	(1,946)	(4,852)	(4,197)
TAX EXPENSES	-	-	1	1
NET LOSS	\$(2,294)	\$(1,946)	\$(4,853)	\$(4,198)
NET LOSS PER SHARE - basic and diluted	\$(0.21)	\$(4.56)	\$	