

NEOPROBE CORP
Form 10-Q
August 08, 2011

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, 2011

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: 0-26520

NEOPROBE CORPORATION
(Exact name of registrant as specified in its charter)

Delaware 31-1080091
(State or other jurisdiction of incorporation or organization) (IRS Employer Identification No.)

425 Metro Place North, Suite 300, Dublin, Ohio 43017-1367
(Address of principal executive offices) (Zip Code)

(614) 793-7500
(Registrant's telephone number, including area code)

(Former name, former address and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files).

Yes No

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Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer
Non-accelerated filer

Accelerated filer
Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12-b-2 of the Act.)

Yes No

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date: 94,701,936 shares of common stock, par value \$.001 per share (as of the close of business on August 1, 2011).

NEOPROBE CORPORATION and SUBSIDIARIES

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PART I – FINANCIAL INFORMATION

Item 1. Financial Statements

Neoprobe Corporation and Subsidiaries
Consolidated Balance Sheets

ASSETS	June 30, 2011 (unaudited)	December 31, 2010
Current assets:		
Cash	\$ 7,544,395	\$ 6,420,506
Accounts receivable, net	2,032,933	2,048,111
Inventory, net	1,642,095	1,458,588
Prepaid expenses and other	160,252	305,798
Total current assets	11,379,675	10,233,003
Property and equipment	2,459,225	2,370,241
Less accumulated depreciation and amortization	1,952,850	1,850,614
	506,375	519,627
Patents and trademarks	544,599	552,470
Less accumulated amortization	450,758	449,783
	93,841	102,687
Other assets	7,421	7,421
Total assets	\$ 11,987,312	\$ 10,862,738

Continued

Neoprobe Corporation and Subsidiaries,
Consolidated Balance Sheets, continued

LIABILITIES AND STOCKHOLDERS' EQUITY	June 30, 2011 (unaudited)	December 31, 2010
Current liabilities:		
Accounts payable	\$ 1,578,508	\$ 1,523,377
Accrued liabilities and other	2,663,246	1,298,697
Notes payable to finance companies	9,072	62,411
Deferred revenue, current portion	735,954	654,430
Derivative liabilities, current portion	—	405,524
Total current liabilities	4,986,780	3,944,439
Deferred revenue	841,074	672,924
Derivative liabilities	60,218	2,077,799
Other liabilities	21,843	35,831
Total liabilities	5,909,915	6,730,993
Commitments and contingencies		
Stockholders' equity:		
Preferred stock; \$.001 par value; 5,000,000 shares authorized; 9,083 Series B shares and 1,000 Series C shares issued and outstanding at June 30, 2011, and 10,000 Series B shares and 1,000 Series C shares issued and outstanding at December 31, 2010	10	11
Common stock; \$.001 par value; 200,000,000 shares authorized; 94,537,936 and 86,319,913 shares issued and outstanding at June 30, 2011 and December 31, 2010, respectively	94,538	86,320
Additional paid-in capital	263,514,167	254,915,713
Accumulated deficit	(257,531,318)	(250,870,299)
Total stockholders' equity	6,077,397	4,131,745
Total liabilities and stockholders' equity	\$ 11,987,312	\$ 10,862,738

See accompanying notes to consolidated financial statements

Neoprobe Corporation and Subsidiaries
Consolidated Statements of Operations
(unaudited)

Three Months Ended
June 30,

Six Months Ended
June 30,