

Cardiogenesis Corp /CA
Form 10-Q
August 09, 2010

Table of Contents

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549
FORM 10-Q

**þ QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(D) OF THE SECURITIES
EXCHANGE ACT OF 1934**

For the quarterly period ended June 30, 2010.

**o 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 0-28288

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

California

77-0223740

(State of incorporation or organization)

(I.R.S. Employer
Identification Number)

11 Musick

Irvine, California 92618

(Address of principal executive offices)

(949) 420-1800

(Issuer's telephone number)

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 (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes ☐ No ☐

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 <input type="checkbox"/>	Accelerated filer <input type="checkbox"/>	Non-accelerated filer <input type="checkbox"/>	Smaller reporting company <input type="checkbox"/>
(Do not check if a smaller reporting company)			

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

As of July 31, 2010, there were 46,732,481 shares of the registrant's common stock, no par value, outstanding.

**CARDIOGENESIS CORPORATION
TABLE OF CONTENTS**

		Page
<u>PART I</u>		
<u>FINANCIAL INFORMATION</u>		
<u>Item 1.</u>	<u>Financial Statements:</u>	
	<u>Condensed consolidated balance sheets as of June 30, 2010 (unaudited) and December 31, 2009 (audited)</u>	3
	<u>Unaudited condensed consolidated statements of operations for the three and six months ended June 30, 2010 and 2009</u>	4
	<u>Unaudited condensed consolidated statements of cash flows for the six months ended June 30, 2010 and 2009</u>	5
	<u>Notes to unaudited condensed consolidated financial statements</u>	6
<u>Item 2.</u>	<u>Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	13
<u>Item 4(T).</u>	<u>Controls and Procedures</u>	17
<u>PART II</u>		
<u>OTHER INFORMATION</u>		
<u>Item 1.</u>	<u>Legal Proceedings</u>	19
<u>Item 6.</u>	<u>Exhibits</u>	19
	<u>Signatures</u>	20
	Certifications	
<u>EX-31.1</u>		
<u>EX-31.2</u>		
<u>EX-32.1</u>		
<u>EX-32.2</u>		

Table of Contents

PART I
FINANCIAL INFORMATION

Item 1. Financial Statements

CARDIOGENESIS CORPORATION
CONDENSED CONSOLIDATED BALANCE SHEETS
(in thousands)

	June 30, 2010 (unaudited)	December 31, 2009 (audited)
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 2,195	\$ 2,568
Accounts receivable, net of allowance for doubtful accounts of \$6	1,054	933
Inventories	817	914
Prepays and other current assets	215	253
Total current assets	4,281	4,668
Property and equipment, net	280	341
Other assets, net	9	9
Total assets	\$ 4,570	\$ 5,018
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 243	\$ 127
Accrued salaries and related	564	604
Accrued liabilities	313	299
Deferred revenue	787	744
Note payable		88
Current portion of capital lease obligations	10	9
Total current liabilities	1,917	1,871
Capital lease obligations, less current portion	9	