

Edgar Filing: GLOBAL MED TECHNOLOGIES INC - Form 8-K

Management determined that certain assets in the amount of \$1.569 million needed to be fully reserved for because they were impaired. In addition, on December 16, 2005, the Company elected to accelerate the vesting on certain employee options that were to vest in 2006 and 2007. As a result of this accelerated vesting, the Company anticipates recognizing approximately \$520 thousand in compensation expense during the fourth quarter. The decision to accelerate the vesting was done in order to reward the Company's existing employees for their loyalty and hard work. In the event these options are exercised, this will result in additional cash for the Company. In addition, by accelerating the vesting on these options in 2005, the Company will be expensing these options under the rules in effect when these options were granted versus the accounting rules that are slated to go into effect in 2006. The expenses associated with the posting of these reserves would be recognized in the fourth quarter ended December 31, 2005 and will total approximately \$2.1 million. The press release below provides additional details on the impairment of these assets.

Item 9.01. Financial Statements and Exhibits.

(c) The following exhibits are furnished herewith:

99.1 Press release dated December 19, 2005 related to the write-off of certain assets and acceleration of option vesting.

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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.

GLOBAL MED TECHNOLOGIES, INC.

By: /s/ Michael I. Ruxin, M.D.

Michael I. Ruxin, M.D.

Chairman and Chief Executive Officer

Date: December 19, 2005

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EXHIBIT INDEX

Exhibit No.	Description
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