

Celsion CORP
Form 10-Q
August 05, 2009

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

FORM 10-Q

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

For the quarterly period ended June 30, 2009

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: 001-15911

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

Delaware
(State or other jurisdiction of
incorporation or organization)

52-1256615
(I.R.S. Employer
Identification No.)

10220-L Old Columbia Road
Columbia, Maryland
(Address of principal executive offices)

21076
(Zip Code)
(410) 290-5390

(Registrant's telephone number, including area code)

None

(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 xNo

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

Accelerated filer

Non-accelerated filer Smaller reporting company
(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 August 4, 2009 the Registrant had 10,095,814 shares outstanding of Common Stock, \$.01 par value per share.

TABLE OF CONTENTS

PART I: FINANCIAL INFORMATION

	Page(s)
Item 1.	3 - 13
<u>Financial Statements and Notes (Unaudited)</u>	
<u>Balance Sheets</u>	3
<u>Statements of Operations</u>	4
<u>Statements of Cash Flows</u>	5
<u>Notes to Financial Statements</u>	6 - 13
Item 2.	
<u>Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	14
Item 3.	
<u>Quantitative and Qualitative Disclosures about Market Risk</u>	17
Item 4T.	
<u>Controls and Procedures</u>	17

PART II: OTHER INFORMATION

	Page(s)
Item 1.	18
<u>Legal Proceedings</u>	
Item 1A.	18 - 23
<u>Risk Factors</u>	
Item 2.	24
<u>Unregistered Sales of Equity Securities and Use of Proceeds</u>	
Item 3.	24
<u>Defaults Upon Senior Securities</u>	
Item 4.	24-25
<u>Submission of Matters to a vote of Security Holders</u>	
Item 5.	25
<u>Other Information</u>	
Item 6.	26
<u>Exhibits</u>	
	27
<u>SIGNATURES</u>	

Table of Contents

PART I
FINANCIAL INFORMATION
CELSION CORPORATION
BALANCE SHEETS

Item 1. Financial Statements.

	June 30, 2009 (Unaudited)	December 31, 2008
ASSETS		
Current assets		
Cash and cash equivalents	\$ 12,114,783	\$ 3,456,225
Short term investments available for sale	2,830,207	4,061,320
Due from Boston Scientific Corporation	-	15,000,000
Prepaid expenses and other receivables	148,156	305,888
Total current assets	15,093,146	22,823,433
Property and equipment (at cost less accumulated depreciation of \$815,675 and \$771,624, respectively)	226,700	222,638
Other assets		
Deposits	750,800	362,651
Note receivable (net of allowance and discount of \$1,128,821 at December 31, 2008)	-	221,179
Other assets	162,649	58,125
Total other assets	913,449	641,955
Total assets	\$ 16,233,295	\$ 23,688,026
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Accounts payable - trade	\$ 3,139,094	\$ 1,186,511
Indemnity reserve	-	1,053,357
Other accrued liabilities	1,435,046	1,459,391
Note payable - current portion	-	234,735
Total current liabilities	4,574,140	3,933,994
Other liabilities – noncurrent	21,809	27,643
Total liabilities	4,595,949	3,961,637
Stockholders' equity		
Common stock - \$0.01 par value (250,000,000 shares authorized; 10,856,088 and 10,816,088 shares issued: 10,095,814 and 10,156,350 shares outstanding at June 30, 2009 and December 31, 2008, respectively)	108,561	108,161
Additional paid-in capital	89,737,617	89,183,549
Accumulated deficit	(75,132,162)	(66,923,972)
Subtotal	14,714,016	22,367,738
Less: Treasury stock, at cost (760,274 and 659,738 shares at June 30, 2009 and December 31, 2008, respectively)	(3,076,670)	(2,641,349)
Total stockholders' equity	11,637,346	19,726,389

Total liabilities and stockholders' equity	\$	16,233,295	\$	23,688,026
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See accompanying notes to the financial statements.

Table of Contents

CELSION CORPORATION
STATEMENTS OF OPERATIONS
(Unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2009	2008	2009	2008
Operating expenses:				
Research and development	\$ 4,229,715	\$ 1,615,082	\$ 7,172,442	\$ 4,582,192
General and administrative	602,433	580,910	1,290,642	1,076,528
Total operating expenses	4,832,148	2,195,992	8,463,084	5,658,720
Loss from operations	(4,832,148)	(2,195,992)	(8,463,084)	(5,658,720)
Other income (expense):				
Other income (expense)	322,950	(158,825)	322,943	(839,091)
Interest income	5,873	28,614	26,871	104,124
Interest expense	(88,098)	(103,963)	(94,920)	(118,321)
Total other income (expense), net	240,725	(234,174)	254,894	(853,288)
Net loss before income taxes	(4,591,423)	(2,430,166)	(8,208,190)	(6,512,008)
Income taxes	-	-	-	-
Net Loss	\$ (4,591,423)	\$ (2,430,166)	\$ (8,208,190)	\$ (6,512,008)
Basic and diluted net loss per common share	\$ (0.45)	\$ (0.24)		