

ROCKWELL MEDICAL, INC.

Form 10-Q

August 14, 2018

Table of Contents

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, 2018

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: 000-23661

ROCKWELL MEDICAL, INC.

(Exact name of registrant as specified in its charter)

Michigan (State or other jurisdiction of incorporation or organization)	38-3317208 (I.R.S. Employer Identification No.)
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30142 Wixom Road, Wixom, Michigan (Address of principal executive offices)	48393 (Zip Code)
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(248) 960-9009

(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 (§ 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, a smaller reporting company, or an emerging growth company. See the definitions of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer	Accelerated filer
Non-accelerated filer (Do not check if a smaller reporting company)	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 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

APPLICABLE ONLY TO CORPORATE ISSUERS:

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Class	Outstanding as of August 6, 2018
Common Stock, no par value	51,768,424 shares

Table of Contents

Rockwell Medical, Inc. and Subsidiaries

Index to Form 10-Q

	Page
<u>Part I — Financial Information (unaudited)</u>	
<u>Item 1 - Financial Statements (unaudited)</u>	
<u>Condensed Consolidated Balance Sheets as of June 30, 2018 and December 31, 2017</u>	3
<u>Condensed Consolidated Statements of Operations for the Three and Six Months Ended June 30, 2018 and 2017</u>	4
<u>Condensed Consolidated Statements of Comprehensive Loss for the Three and Six Months Ended June 30, 2018 and 2017</u>	5
<u>Condensed Consolidated Statements of Changes in Shareholders' Equity for the Six Months Ended June 30, 2018</u>	6
<u>Condensed Consolidated Statements of Cash Flows for the Six Months Ended June 30, 2018 and 2017</u>	7
<u>Notes to Condensed Consolidated Financial Statements</u>	8
<u>Item 2 - Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	18
<u>Item 3 - Quantitative and Qualitative Disclosures about Market Risk</u>	26
<u>Item 4 - Controls and Procedures</u>	26
<u>Part II — Other Information</u>	
<u>Item 1 - Legal Proceedings</u>	27
<u>Item 1A - Risk Factors</u>	29
<u>Item 6 - Exhibits</u>	32
<u>Signatures</u>	33

Table of Contents

PART I – FINANCIAL INFORMATION

Item 1. Financial Statements

ROCKWELL MEDICAL, INC. AND SUBSIDIARIES

CONDENSED CONSOLIDATED BALANCE SHEETS

(Unaudited)

	June 30, 2018	December 31, 2017
ASSETS		
Cash and Cash Equivalents	\$ 1,748,135	\$ 8,406,917
Investments Available for Sale	20,936,973	24,648,459
Insurance Receivable	500,000	—
Accounts Receivable, net of a reserve of \$3,400 in 2018 and \$11,000 in 2017	5,354,406	6,355,566
Inventory	4,519,807	7,637,384
Prepaid and Other Current Assets	2,471,740	1,779,992
Total Current Assets	35,531,061	48,828,318
Property and Equipment, net	2,606,145	2,548,978
Inventory, Non-Current	1,865,834	5,986,752
Goodwill	920,745	920,745
Other Non-current Assets	494,238	494,847
Total Assets	\$ 41,418,023	\$ 58,779,640
LIABILITIES AND SHAREHOLDERS' EQUITY		
Accounts Payable	\$ 3,206,620	\$ 4,222,159
Accrued Liabilities	4,040,868	4,715,712
Settlement Payable	1,530,000	—
Current Portion of Deferred License Revenue	2,281,034	—
Customer Deposits	173,396	205,303
Total Current Liabilities	11,231,918	9,143,174
Deferred License Revenue	13,296,866	16,723,318
Total Liabilities	24,528,784	25,866,492

Commitments and Contingencies

Shareholders' Equity:

Common Shares, no par value, 51,768,424 shares issued and outstanding at June 30, 2018 and December 31, 2017	275,022,242	273,210,907
Accumulated Deficit		