

MoSys, Inc.
Form 10-Q
May 10, 2016
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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, DC 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 March 31, 2016

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 000-32929

MOSYS, INC.

(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction
of Incorporation or organization)

77-0291941
(I.R.S. Employer
Identification Number)

3301 Olcott Street

Santa Clara, California, 95054

(Address of principal executive office and zip code)

(408) 418-7500

(Registrant's telephone number, including area code)

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 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 definitions of large accelerated filer, accelerated filer, and smaller reporting company in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer

Accelerated filer

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

Smaller reporting company

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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 May 3, 2016, 65,986,561 shares of the Registrant's common stock, \$0.01 par value, were outstanding.

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March 31, 2016

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Table of Contents**PART I FINANCIAL INFORMATION****Item 1. Financial Statements****MOSYS, INC.****CONDENSED CONSOLIDATED BALANCE SHEETS****(Unaudited)****(In thousands, except par value)**

	March 31, 2016	December 31, 2015
ASSETS		
Current assets		
Cash and cash equivalents	\$ 10,503	\$ 5,640
Short-term investments	10,382	14,598
Accounts receivable, net	798	729
Inventories	1,468	1,597
Prepaid expenses and other	903	701
Total current assets	24,054	23,265
Property and equipment, net	1,567	1,630
Goodwill	23,134	23,134
Other assets	746	663
Total assets	\$ 49,501	\$ 48,692
LIABILITIES AND STOCKHOLDERS EQUITY		
Current liabilities		
Accounts payable	\$ 358	\$ 940
Accrued expenses and other	2,225	2,664
Total current liabilities	2,583	3,604
Convertible notes payable	7,879	
Other long-term liabilities	245	247
Total Liabilities	10,707	3,851
Commitments and contingencies (Note 4)		
Stockholders' equity		
Preferred stock, \$0.01 par value; 20,000 shares authorized; none issued and outstanding		
Common stock, \$0.01 par value; 120,000 shares authorized; 65,975 shares and 65,496 shares issued and outstanding at March 31, 2016 and December 31, 2015, respectively	660	655
Additional paid-in capital	226,971	226,174
Accumulated other comprehensive loss		(16)
Accumulated deficit	(188,837)	(181,972)
Total stockholders' equity	38,794	44,841

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Total liabilities and stockholders' equity	\$	49,501	\$	48,692
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The accompanying notes are an integral part of these condensed consolidated financial statements.

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MOSYS, INC.

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS

(Unaudited)

(In thousands, except per share data)

	Three Months Ended March 31,	
	2016	2015
Net revenue		
Product	\$ 1,120	\$ 180
Royalty and other	331	596
Total net revenue	1,451	776
Cost of net revenue	863	237
Gross profit	588	539
Operating expenses		
Research and development	5,232	6,893
Selling, general and administrative	1,516	1,614
Restructuring charges	676	
Total operating expenses	7,424	8,507
Loss from operations	(6,836)	(7,968)
Interest expense	(33)	
Other income, net	24	23