

CorMedix Inc.  
Form 10-Q  
August 12, 2010

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, 2010

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 001-34673

CORMEDIX INC.  
(Exact Name of Registrant as Specified in Its Charter)

Delaware  
(State or Other Jurisdiction of Incorporation or Organization)

20-5894890  
(I.R.S. Employer Identification No.)

745 Rt. 202-206, Suite 303, Bridgewater, NJ  
(Address of Principal Executive Offices)

08807  
(Zip Code)

(908) 517-9500  
(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, 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. (Check one):

Edgar Filing: CorMedix Inc. - Form 10-Q

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

The number of shares outstanding of the issuer's common stock, as of August 10, 2010 was 11,408,288.

---

## CORMEDIX INC.

## INDEX

<b>PART I FINANCIAL INFORMATION</b>		<b>1</b>
Item 1.	Financial Statements.	1
	Condensed Balance Sheets (Unaudited) June 30, 2010 and December 31, 2009	1
	Condensed Statements of Operations (Unaudited) for the Three and Six Months Ended June 30, 2010 and 2009 and for the Cumulative Period From July 28, 2006 (Inception) Through June 30, 2010	2
	Condensed Statement of Changes in Stockholders' Equity (Deficiency) (Unaudited) for the Six Months Ended June 30, 2010	3
	Condensed Statements of Cash Flows (Unaudited) for the Six Months Ended June 30, 2010 and 2009 and for the Cumulative Period From July 28, 2006 (Inception) Through June 30, 2010	4
	Notes to Condensed Financial Statements (Unaudited)	5
Item 2.	Management's Discussion and Analysis of Financial Condition and Results of Operations.	12
Item 3.	Quantitative and Qualitative Disclosures About Market Risk.	19
Item 4.	Controls and Procedures.	19
<b>PART II OTHER INFORMATION</b>		<b>20</b>
Item 1.	Legal Proceedings.	20
Item 1A.	Risk Factors.	20
Item 2.	Unregistered Sales of Equity Securities and Use of Proceeds.	20
Item 3.	Defaults Upon Senior Securities.	20
Item 4.	(Removed and Reserved).	20
Item 5.	Other Information.	20
Item 6.	Exhibits.	21
<b>SIGNATURES</b>		<b>22</b>



PART I  
FINANCIAL INFORMATION

Item 1. Financial Statements.

CORMEDIX INC.  
(A Development Stage Company)

CONDENSED BALANCE SHEETS

	June 30, 2010 (Unaudited)	December 31, 2009 (Note 1)
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	\$ 10,585,717	\$ 1,505,179
Prepaid research and development expenses	230,402	175,000
Other prepaid expenses and current assets	136,109	3,114
Total current assets	10,952,228	1,683,293
Property and equipment, net	25,188	24,116
Deferred financing fees, net	-	506,510
Security deposit	13,342	11,733
<b>TOTAL ASSETS</b>	<b>\$ 10,990,758</b>	<b>\$ 2,225,652</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIENCY)</b>		
Current liabilities		
Accounts payable	\$ 803,606	\$ 549,638
Accrued expenses	348,127	75,000
Senior convertible notes, net of discount	-	12,229,897
Interest payable – senior convertible notes	-	2,393,132
Notes payable – related parties	-	535,428
Interest payable – related parties	-	97,456
Notes payable – Galenica, Ltd.	-	1,000,000
Interest payable – Galenica, Ltd.	-	54,000
Total current liabilities	1,151,733	16,934,551
Deferred rent	19,442	-
<b>TOTAL LIABILITIES</b>	<b>1,171,175</b>	<b>16,934,551</b>
<b>COMMITMENTS</b>		
<b>STOCKHOLDERS' EQUITY (DEFICIENCY)</b>		
Common stock - \$0.001 par value: 40,000,000 shares authorized, 11,408,288 shares issued and outstanding at June 30, 2010; 33,000,000 shares authorized, 787,010 shares issued and outstanding at December 31, 2009		
	11,408	787
Common stock – Non-Voting Subordinated Class A, \$0.001 par value: none authorized, issued or outstanding at June 30, 2010; 5,000,000 shares authorized, 193,936 shares issued and outstanding at December 31, 2009		
	-	194

Edgar Filing: CorMedix Inc. - Form 10-Q

Deferred stock issuances	(27)	(27)
Additional paid-in capital	43,149,266	10,621,190
Deficit accumulated during the development stage	(33,341,064)	(25,331,043)
TOTAL STOCKHOLDERS' EQUITY (DEFICIENCY)	9,819,583	(14,708,899)
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIENCY)	\$ 10,990,758	\$ 2,225,652

See Notes to Unaudited Condensed Financial Statements

CORMEDIX INC.  
(A Development Stage Company)

CONDENSED STATEMENTS OF OPERATIONS  
(Unaudited)

For the Three Months Ended June 30, 2010	For the Three Months Ended June 30, 2009	For the Six Months Ended June 30, 2010	For the Six Months Ended June 30, 2009	Cumulative Period from July 28, 2006 (inception) Through June 30, 2010
---	---	---	---	---

**OPERATING EXPENSES**