

Patient Safety Technologies, Inc
Form 8-K
May 05, 2006

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**
Washington, D.C. 20549

FORM 8-K

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

Date of Report (Date of earliest event reported): May 1, 2006

Patient Safety Technologies, Inc.

(Exact name of registrant as specified in its charter)

| | | |
|---------------------------------------------------------------|-------------------------------------------|----------------------------------------------------------|
| Delaware (State or Other Jurisdiction of Incorporation) | 333-124594 (Commission File Number) | 13-3419202 (I.R.S. Employer Identification Number) |
|---------------------------------------------------------------|-------------------------------------------|----------------------------------------------------------|

1800 Century Park East, Ste. 200, Los Angeles, CA 90067
(Address of principal executive offices) (zip code)

(310) 895-7750

(Registrant's telephone number, including area code)

Copies to:

Marc J. Ross, Esq.

Sichenzia Ross Friedman Ference LLP

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New York, New York 10018

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Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Item 1.01 Entry into a Material Definitive Agreement.

As of May 1, 2006, Herbert Langsam, a Class II Director of Patient Safety Technologies, Inc. (the "Company"), loaned the Company \$500,000. The loan is documented by a \$500,000 principal amount Secured Promissory Note (the "Note") dated as of May 1, 2006 payable to the Herbert Langsam Irrevocable Trust. The Note accrues interest at the rate of 12% per annum and has a maturity date of November 1, 2006. Interest is payable monthly on the 30th day of each calendar month. In the event of breach or default on any provision of the Note, the interest rate will increase to 16% per annum. Pursuant to the terms of a Security Agreement dated May 1, 2006, the Company granted the Herbert Langsam Revocable Trust a security interest in all of the Company's assets as collateral for the satisfaction and performance of the Company's obligations pursuant to the Note. The Company's Board of Directors believes the terms of the Note and the related Security Agreement are at least as favorable as could be obtained from an unrelated third party.

Item 2.03 Creation of a Direct Financial Obligation or an Obligation under an Off-Balance Sheet Arrangement of a Registrant.

See Item 1.01 above.

Item 9.01 Financial Statements and Exhibits.

(c) Exhibits

| Exhibit Number | Description |
|-----------------------|----------------------------------------------------------------------------------------------------------------------|
| 4.1 | \$500,000 principal amount Secured Promissory Note dated May 1, 2006 issued to the Herbert Langsam Irrevocable Trust |
| 10.1 | Security Agreement dated May 1, 2006 among the Herbert Langsam Revocable Trust and Patient Safety Technologies, Inc. |

SIGNATURES

Pursuant to the requirements of the Securities and Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Patient Safety Technologies, Inc.

Dated: May 5, 2006

By: /s/ Lynne

Silverstein

Name: Lynne Silverstein

Title: President