

IMMTECH PHARMACEUTICALS, INC.
Form 10-Q
February 09, 2007
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 December 31, 2006.

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: 1-14907

IMMTECH PHARMACEUTICALS, INC.
(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of incorporation or organization)

39-1523370
(I.R.S. Employer Identification No.)

One North End Avenue, New York, New York 10282
(Address of principal executive offices) (Zip Code)

Registrant's telephone number: (212) 791-2911

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 is a large accelerated filer, an accelerated filer or a non-accelerated filer.

Large Accelerated filer Accelerated Filer Non-Accelerated Filer
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 February 6, 2007, 14,187,721 shares of the Registrant's common stock, par value \$0.01 per share (Common Stock), were outstanding.

Table Of Contents

Page(s)

PART I.	FINANCIAL INFORMATION	1	
Item 1.	Financial Statements.	1	
Item 2.	Management's Discussion and Analysis of Financial Condition and Results of Operations.	23	
Item 3.	Quantitative and Qualitative Disclosures about Market Risk.		28
Item 4.	Controls and Procedures.	28	
PART II.	OTHER INFORMATION	29	
Item 1.	Legal Proceedings.	29	
Item 1A.	Risk Factors.	30	
Item 2.	Unregistered Sales of Equity Securities and Use of Proceeds.		30
Item 3.	Defaults Upon Senior Securities.	30	
Item 4.	Submission of Matters to a Vote of Security Holders.		31
Item 5.	Other Information.	31	
Item 6.	Exhibits.	31	

- i -

PART I. FINANCIAL INFORMATION

Item 1. Financial Statements.

**IMMTECH PHARMACEUTICALS, INC. AND SUBSIDIARIES
(A Development Stage Enterprise)**

CONDENSED CONSOLIDATED BALANCE SHEETS (UNAUDITED)

ASSETS

CURRENT ASSETS:

Cash and cash equivalents
 Restricted funds on deposit
 Other current assets

Total current assets

PROPERTY AND EQUIPMENT - Net

PREPAID RENT

OTHER ASSETS

TOTAL

LIABILITIES AND STOCKHOLDERS EQUITY

CURRENT LIABILITIES:

Accounts payable

Accrued expenses

Deferred revenue

Total current liabilities

Total liabilities

STOCKHOLDERS EQUITY:

Preferred stock, par value \$0.01 per share, 3,913,000 shares authorized and unissued as of December 31, 2006 and March 31, 2006.

Series A convertible preferred stock, par value \$0.01 per share, stated value \$25 per share, 320,000 shares authorized, 56,000 and 58,400 shares issued and

- 1 -

aggregate liquidation preference of \$1,417,416 as of December 31, 2006.

Series B convertible preferred stock, par value \$0.01 per share, stated value \$25 per share, 240,000 shares authorized, 13,464 shares issued and outstanding

Series C convertible preferred stock, par value \$0.01 per share, stated value \$25 per share, 160,000 shares authorized, 45,536 shares issued and outstanding

Series D convertible preferred stock, par value \$0.01 per share, stated value \$25 per share, 200,000 shares authorized, 117,200 shares issued and outstanding

Series E convertible preferred stock, par value \$0.01 per share, stated value \$25 per share, 167,000 shares authorized, 110,200 and 156,600 shares issued and

Common stock, par value \$0.01 per share, 100,000,000 shares authorized, 14,177,870 and 13,758,506 shares issued and outstanding as of December 31, 20

Additional paid-in capital

Deficit accumulated during the developmental stage

Total stockholders equity

TOTAL

See notes to condensed consolidated financial statements.

IMMTECH PHARMACEUTICALS, INC. AND SUBSIDIARIES

(A Development Stage Enterprise)

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (UNAUDITED)