

DAXOR CORP
Form 10-Q
May 15, 2007

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

FORM 10-Q

Quarterly Report Under Section 13 or 15(d)
of the
Securities Act of 1934

FOR QUARTER ENDED MARCH 31, 2007
Commission File Number 0-12248

DAXOR CORPORATION
(Exact Name as Specified in its Charter)

New York
(State or Other Jurisdiction of
Incorporation or Organization)

13-2682108
(I.R.S. Employer
Identification No.)

350 Fifth Ave
Suite 7120
New York, New York 10118
(Address of Principal Executive Offices & Zip Code)

Registrant's Telephone Number: (212) 244-0555
(Including Area Code)

Indicate by check mark whether the registrant (1) has filed all reports required 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. See definition of accelerated filer and large accelerated filer in Rule 12-b-2 of the Exchange Act:

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

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

CLASS 4,602,818 OUTSTANDING AT April 30, 2007

COMMON STOCK
PAR VALUE: \$.01 per share

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DAXOR CORPORATION AND SUBSIDIARY

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DAXOR CORPORATION AND SUBSIDIARY

PART I FINANCIAL INFORMATION

Item 1. Financial Statements (Unaudited)

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Condensed Consolidated Balance Sheets at March 31, 2007 (Unaudited) and December 31, 2006 (Audited) F-1

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DAXOR CORPORATION AND SUBSIDIARY
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

DAXOR CORPORATION
CONDENSED CONSOLIDATED BALANCE SHEETS

	UNAUDITED March 31, 2007	AUDITED December 31, 2006
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 78,625	\$ 2,838,927
Receivable from Broker	4,021,959	
Available-for-sale securities, at fair market value	71,155,394	66,968,446
Securities sold, not received at fair market value	5,945,551	7,102,763
Accounts receivable, net of \$34,163 in 2007 and \$34,163 in 2006	349,925	174,109
Inventory	209,059	170,996
Prepaid expenses and other current assets	98,488	115,111
Total Current Assets	81,859,001	77,370,352
PROPERTY AND EQUIPMENT, NET	1,575,062	763,802
OTHER ASSETS	34,208	32,158
Total Assets	\$ 83,468,271	\$ 78,166,312
LIABILITIES AND STOCKHOLDERS EQUITY		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 411,156	\$ 412,967
Loans payable	3,457,407	3,483,161
Mortgage Payable	35,331	
Put and call options, at fair market value	2,178,802	2,682,545
Securities borrowed, at fair market value	8,793,795	10,665,722
Deferred revenue	1,491	2,755
Deferred taxes	16,788,458	15,281,370
Total Current Liabilities	31,666,440	32,528,520
LONG TERM LIABILITIES		
Mortgage Payable	458,739	
COMMITMENTS AND CONTINGENCIES		
STOCKHOLDERS EQUITY		
Common stock, \$.01 par value Authorized - 10,000,000 shares Issued 5,316,550 shares Outstanding 4,603,418 and 4,615,326 shares at March 31, 2007 and December 31, 2006, respectively	53,165	53,165
Additional paid in capital	10,386,400	10,381,882
Accumulated other comprehensive income	31,178,565	28,379,687
Retained earnings	15,900,149	12,840,155
Treasury stock, at cost	(6,175,187)	(6,017,097)
Total Stockholders Equity	51,343,092	45,637,792
Total Liabilities and Stockholders Equity	\$ 83,468,271	\$ 78,166,312

See accompanying notes to unaudited condensed consolidated financial statements.

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DAXOR CORPORATION AND SUBSIDIARY
 CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS [UNAUDITED]
 FOR THE THREE MONTHS ENDED

	<u>March 31, 2007</u>	<u>March 31, 2006</u>
Revenues	\$ 505,882	\$ 342,146
Cost of sales	151,535	117,928
Gross Profit	354,347	224,218
OPERATING EXPENSES:		
Research and Development Expenses	751,815	557,508
Selling, general and administrative expenses	808,399	938,829
Total Operating Expenses	1,560,214	1,496,337
Operating loss	(1,205,867)	(1,272,119)
Other income (expense):		
Investment income, net	4,340,519	1,327,450
Interest expense, net	(77,413)	(96,981)
Other income	2,755	2,668
Total other income	4,265,861	1,233,137
Income (loss) before income taxes	3,059,994	(38,982)
Income tax expense		
Net income (loss)	\$ 3,059,994	\$ (38,982)
Weighted average number of shares outstanding - basic and diluted	4,606,787	4,630,426
Net income (loss) per common equivalent share	\$ 0.66	\$ (0.01)

See accompanying notes to unaudited condensed consolidated financial statements.

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DAXOR CORPORATION AND SUBSIDIARY
 CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS [UNAUDITED]
 FOR THE THREE MONTHS ENDED

	March 31 2007	March 31 2006
	<u> </u>	<u> </u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net Income (loss)	\$ 3,059,994	\$ (38,982)
Adjustments to reconcile net loss to net cash provided in operating activities:		
Depreciation & amortization	52,531	34,651
Non-cash compensation expense associated with employee stock compensation plans	4,518	22,485
Gain on sale of fixed assets	(102,449)	
Gains on sale of investments	(1,626,430)	(710,201)
Mark to market adjustments on options & short sales	(2,014,798)	(74,587)
Change in assets and liabilities:		
Increase in accounts receivable	(175,816)	(7,352)
Decrease in prepaid expenses & other current assets		