

METABASIS THERAPEUTICS INC
Form 10-Q
August 11, 2008
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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

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

For the quarterly period ended June 30, 2008.

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 000-50785

METABASIS THERAPEUTICS, INC.

(Exact name of registrant as specified in its charter)

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Delaware

(State or other jurisdiction of incorporation or organization)

33-0753322

(I.R.S. Employer Identification No.)

**11119 North Torrey Pines Road,
La Jolla, CA**

(Address of principal executive offices)

92037

(Zip code)

(858) 587-2770

(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 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, 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):

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 outstanding shares of the registrant's common stock, par value \$0.001 per share, as of August 5, 2008 was 35,043,026.

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METABASIS THERAPEUTICS, INC.

FORM 10-Q

FOR THE QUARTERLY PERIOD ENDED June 30, 2008

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	June 30, 2008 (Unaudited)	December 31, 2007
Assets		
Current assets:		
Cash and cash equivalents	\$ 13,798	\$ 14,141
Securities available-for-sale	18,703	28,297
Prepays and other current assets	1,215	1,157
Total current assets	33,716	43,595
Property and equipment, net	5,726	6,356
Other assets	322	172
Total assets	\$ 39,764	\$ 50,123
Liabilities and stockholders equity		
Current liabilities:		
Accounts payable	\$ 526	\$ 802
Accrued compensation	2,702	3,181
Accrued liabilities	1,929	4,132
Deferred revenue, current portion	581	1,321
Current portion of long-term debt	3,252	2,068
Current portion of capital lease obligations	26	23
Total current liabilities	9,016	11,527
Deferred rent	2,849	2,595
Long-term debt	6,617	3,845
Capital lease obligations, net of current portion	40	55
Other long-term liabilities	200	
Total liabilities	18,722	18,022
Stockholders equity:		
Preferred stock, \$0.001 par value; 5,000 shares authorized at June 30, 2008 and December 31, 2007, no shares issued or outstanding		
Common stock, \$0.001 par value; 100,000 shares authorized at June 30, 2008 and December 31, 2007; 35,036 and 30,754 shares issued and outstanding at June 30, 2008 and December 31, 2007, respectively	35	31
Additional paid-in capital	193,636	182,003
Accumulated deficit	(172,654)	(150,012)
Accumulated other comprehensive loss	25	79

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Total stockholders' equity		21,042		32,101
Total liabilities and stockholders' equity	\$	39,764	\$	50,123

See accompanying notes.

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Metabasis Therapeutics, Inc.

Statements of Operations

(In thousands, except per share data)

(Unaudited)

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2008	2007	2008	2007
Revenues:				
Sponsored research	\$ 514	\$ 938	\$ 1,039	\$ 1,876
License fees	173	666	590	3,133
Other revenue				21
Total revenues	687	1,604	1,629	5,030