

CareDx, Inc.
Form 10-Q
August 22, 2016

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, 2016

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: 001-36536

CAREDX, INC.

(Exact name of registrant as specified in its charter)

Delaware 94-3316839
(State or other jurisdiction of (I.R.S. Employer
incorporation or organization) Identification Number)

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3260 Bayshore Boulevard

Brisbane, California 94005

(Address of principal executive offices and zip code)

(415) 287-2300

(Registrant's telephone number, including area code)

N/A

(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.

Large accelerated filer Accelerated filer
Non-accelerated filer (Do not check if a smaller reporting company) 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

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

There were 18,976,343 shares of the registrant's Common Stock issued and outstanding as of July 29, 2016.

CareDx, Inc.

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PART I. FINANCIAL INFORMATION

ITEM 1. UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

CareDx, Inc.

Condensed Consolidated Balance Sheets

(Unaudited)

(In thousands, except share and per share data)

	June 30, 2016	December 31, 2015 (Note 2)
Assets		
Current assets:		
Cash and cash equivalents	\$ 17,144	\$ 29,888
Accounts receivable	4,887	2,367
Inventory	8,651	766
Prepaid and other assets	1,779	1,341
Total current assets	32,461	34,362
Property and equipment, net	3,413	2,425
Intangible assets, net	36,344	6,650
Goodwill	28,072	12,005
Restricted cash	143	147
Other noncurrent assets	20	49
Total assets	\$ 100,453	\$ 55,638
Liabilities and stockholders' equity		
Current liabilities:		
Accounts payable	\$ 3,339	\$ 1,644
Accrued payroll liabilities	2,944	2,366
Accrued and other liabilities	7,695	2,892
Accrued royalties	261	242
Deferred revenue	65	142
Deferred purchase consideration	5,807	—
Current portion of long-term debt	18,135	2,866
Total current liabilities	38,246	