

CADIZ INC
Form 10-Q
November 05, 2015

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 September 30, 2015

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 0-12114

Cadiz Inc.

(Exact name of registrant specified in its charter)

DELAWARE
(State or other jurisdiction of
incorporation or organization)

77-0313235
(I.R.S. Employer
Identification No.)

550 South Hope Street, Suite 2850
Los Angeles, California
(Address of principal executive offices)

90071
(Zip Code)

Registrant's telephone number, including area code: (213) 271-1600

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 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.

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Large accelerated filer Accelerated filer ☒ Non-accelerated filer Smaller Reporting Company

Indicate by check mark whether the Registrant is a shell company (as defined in Exchange Act Rule 12b-2).
Yes No ☒

As of November 4, 2015, the Registrant had 17,870,855 shares of common stock, par value \$0.01 per share, outstanding.

Cadiz Inc.

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Consolidated Statements of Operations and Comprehensive Loss (Unaudited)

| (\$ in thousands except per share data) | For the Three Months Ended September 30, | |
|--|---|------------|
| | 2015 | 2014 |
| Revenues | \$227 | \$305 |
| Costs and expenses: | | |
| Cost of sales | 291 | 282 |
| General and administrative | 3,515 | 2,335 |
| Depreciation | 72 | 63 |
| Total costs and expenses | 3,878 | 2,680 |
| Operating loss | (3,651) | (2,375) |
| Interest expense, net | (2,313) | (2,190) |
| Other income | - | - |
| Loss before income taxes | (5,964) | (4,565) |
| Income tax provision | 1 | 1 |
| Net loss and comprehensive loss applicable to common stock | \$(5,965) | \$(4,566) |
| Basic and diluted net loss per common share | \$(0.33) | \$(0.28) |
| Basic and diluted weighted average shares outstanding | 17,822 | 16,186 |

See accompanying notes to the consolidated financial statements.

Consolidated Statements of Operations and Comprehensive Loss (Unaudited)

| (\$ in thousands except per share data) | For the Nine Months Ended September 30, | |
|--|--|-------------|
| | 2015 | 2014 |
| Revenues | \$283 | \$320 |
| Costs and expenses: | | |
| Cost of sales | 291 | 282 |
| General and administrative | 9,914 | 7,324 |
| Depreciation | 198 | 190 |
| Total costs and expenses | 10,403 | 7,796 |
| Operating loss | (10,120) | (7,476) |
| Interest expense, net | (6,744) | (6,296) |
| Other income | 70 | - |
| Loss before income taxes | (16,794) | (13,772) |
| Income tax provision | 3 | 3 |
| Net loss and comprehensive loss applicable to common stock | \$(16,797) | \$(13,775) |
| Basic and diluted net loss per common share | \$(0.95) | \$(0.85) |
| Basic and diluted weighted average shares outstanding | 17,752 | 16,175 |

See accompanying notes to the consolidated financial statements.

Consolidated Balance Sheets (Unaudited)

(\$ in thousands except share data)

| | September 30, 2015 | December 31, 2014 |
|--|-----------------------|----------------------|
|--|-----------------------|----------------------|

ASSETS

Current assets:

| | | |
|---------------------------|----------|-----------|
| Cash and cash equivalents | \$ 6,395 | \$ 16,206 |
|---------------------------|----------|-----------|

| | | |
|---------------------|-----|-----|
| Accounts receivable | 283 | 239 |
|---------------------|-----|-----|

| | | |
|----------------------------|-----|-----|
| Prepaid expenses and other | 493 | 346 |
|----------------------------|-----|-----|

| | | |
|----------------------|-------|--------|
| Total current assets | 7,171 | 16,791 |
|----------------------|-------|--------|