

EMAGIN CORP
Form 10-Q/A
November 03, 2005

U.S. Securities and Exchange Commission

Washington, D.C. 20549

FORM 10-Q/A

(Mark One)

Quarterly report under section 13 or 15(d) of the Securities Exchange Act of 1934 for the quarterly period ended June 30, 2005

Transition report under section 13 or 15(d) of the Securities Exchange Act of 1934 for the transition period from _____ to _____

Commission file number: 000-24757

eMAGIN CORPORATION

(Exact name of issuer as specified in its charter)

DELAWARE

(State or other jurisdiction
of incorporation or organization)

56-1764501

(IRS Employer Identification No.)

10500 N.E. 8th Street, Suite 1400
Bullevue, WA 98004
(Address of principal executive offices)

(425) 749-3600

(Issuer's telephone number)

Check whether the issuer (1) filed all reports required to be filed by Section 13 or 15(d) of the Exchange Act during the past 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 an accelerated filer (as defined in Rule 12b-2 of the Exchange Act).
Yes [] No [X]

APPLICABLE ONLY TO CORPORATE ISSUERS

Indicate the number of shares outstanding of each of the issuer's classes of common equity, as of the latest practicable date: As of August 12, 2005 the Registrant had 83,036,601 shares of Common Stock outstanding.

EXPLANATORY NOTE: This Amended Quarterly Report on Form 10-Q/A is being filed for the purpose of amending the form on which the Company previously filed its Quarterly Report on Form 10-Q filed by the Company on August 15, 2005. This amended Quarterly Report is being filed for the sole purpose of modifying Exhibits 31.1 and 31.2 *Certification Pursuant to Sarbanes-Oxley Section 302* to complete the statement under 5(a) by including the term: *material weaknesses*. In all other material respects this Amended Quarterly Report on Form 10-QA is unchanged from the Quarterly Report on Form 10-Q filed by the Company on August 15, 2005.

EMAGIN CORPORATION
FORM 10-Q/A FOR THE THREE MONTHS
ENDED JUNE 30, 2005

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PART I - FINANCIAL INFORMATION**Item 1. Financial Statements.**

eMAGIN CORPORATION
CONDENSED CONSOLIDATED BALANCE SHEETS
(In thousands)

ASSETS	June 30, 2005	December 31, 2004
(Unaudited)		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 5,928	\$ 13,457
Trade receivables, net	487	536
Inventory	3,476	2,018
Prepaid expenses and other current assets	1,204	880
Total current assets	11,095	16,891
EQUIPMENT AND LEASEHOLD IMPROVEMENTS:	4,566	4,072
Less: Accumulated depreciation	(3,145)	(2,767)
Total equipment and leasehold improvements, net	1,421	1,305
Intangible assets, net	61	54
Other long-term assets	152	186
Total assets	\$ 12,729	\$ 18,436
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Accounts payable	\$ 933	\$ 822
Accrued payroll and benefits	787	674
Other accrued expenses	599	357
Advanced payments	33	64
Current portion of capitalized lease obligation	15	14
Other current liabilities	47	35
Total current liabilities	2,414	1,966
Capitalized lease obligations - long term	14	22
Total liabilities	2,428	1,988
SHAREHOLDERS' EQUITY:		
Common stock, par value \$0.001 per share		
Shares authorized - 200,000,000		
Shares issued and outstanding - 82,956,300 and 79,638,817	83	80
Additional paid-in capital	167,216	165,399
Accumulated deficit	(156,998)	(149,031)
Total shareholders' equity	10,301	16,448
Total liabilities and shareholders' equity	\$ 12,729	\$ 18,436
See notes to condensed financial statements.		

eMAGIN CORPORATION
CONDENSED CONSOLIDATED STATEMENT OF OPERATIONS
(In thousands except per share amounts)
(Unaudited)

	Three Months Ended June 30, 2005	Three Months Ended June 30, 2004
REVENUE:		
Product revenue, net of returns	\$ 652	\$ 1,446
COST OF GOODS SOLD:		
Direct cost of goods sold	185	808
Production expenses	2,204	729
Total cost of goods sold	2,389	1,537
Gross loss	(1,737)	(91)
OPERATING EXPENSES:		
Research and development	1,130	76
Selling, general and administrative	1,760	1,240
Total costs and expenses, net	2,890	1,316
Interest income (expense), net	129	8
Net loss	\$ (4,498)	\$ (1,399)
Basic and diluted net loss per common share	\$ (0.05)	\$ (0.02)
Weighted average common shares outstanding	82,445	63,578

See notes to condensed financial statements.

	Six Months Ended June 30, 2005	Six Months Ended June 30, 2004