

Lightwave Logic, Inc.
Form 10-Q
August 14, 2008

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, 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 0-52567

Lightwave Logic, Inc.

(Exact name of registrant as specified in its charter)

Nevada

(State or other jurisdiction of
Incorporation or Organization)

82-049-7368

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

2601 Annand Drive

Suite 16

Wilmington, DE

19808

(Zip Code)

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(Address of principal executive offices)

Registrant's telephone number, including area code: (302) 998-8824

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

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 Rule 12b-2 of the Exchange Act). Yes No

The number of shares of the registrant's Common Stock outstanding as of August 14, 2008 was 34,895,076.

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LIGHTWAVE LOGIC, INC.

(A Development Stage Company)

FINANCIAL STATEMENTS

JUNE 30, 2008

(UNAUDITED)



LIGHTWAVE LOGIC, INC.

(A Development Stage Company)

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LIGHTWAVE LOGIC, INC.

(A Development Stage Company)

BALANCE SHEETS

	June 30, 2008 (Unaudited)	December 31, 2007 (Audited)
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 205,567	\$ 479,451
Deferred charges	-	12,395
Prepaid expenses	7,356	7,294
Note receivable	100,000	100,000
Interest receivable	1,322	1,244
	314,245	600,384
AVAILABLE FOR SALE SECURITIES		
Related party	32,861	26,779
Other	4,110	2,411
	36,971	29,190
PROPERTY AND EQUIPMENT - NET	69,056	67,276
OTHER ASSETS		
Intangible assets	184,796	174,421
TOTAL ASSETS	\$ 605,068	\$ 871,271
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable	\$ 55,696	\$ 103,426
Accounts payable - related party	6,593	-
Accrued expenses	98,205	114,665
	160,494	218,091

CONTINGENCY	-	-
TOTAL LIABILITIES	160,494	218,091
STOCKHOLDERS' EQUITY		
Preferred stock, \$0.001 par value, 1,000,000 authorized		
No shares issued or outstanding	-	-
Common stock \$0.001 par value, 100,000,000 authorized		
34,850,076 and 33,690,075 issued and outstanding at		
June 30, 2008 and December 31, 2007	34,850	33,690
Additional paid-in-capital	12,785,423	10,449,763
Deferred charges	(221,332)	(154,667)
Unrealized loss on Available for Sale Securities	(50,659)	(58,610)
Accumulated deficit	(15,827)	(15,827)
Deficit accumulated during development stage	(12,087,881)	(9,601,169)
TOTAL STOCKHOLDERS' EQUITY	444,574	653,180
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 605,068	\$ 871,271

See accompanying notes to these financial statements.

LIGHTWAVE LOGIC, INC.

(A Development Stage Company)

STATEMENTS OF OPERATIONS FOR THE THREE AND SIX MONTHS ENDING

JUNE 30, 2008 AND 2007 AND FOR THE PERIOD

JANUARY 1, 2004 (INCEPTION OF DEVELOPMENT STAGE) TO JUNE 30, 2008

(UNAUDITED)

	Cumulative Since Inception	For the Three Months Ending June 30, 2008	For the Three Months Ending June 30, 2007	For the Six Months Ending June 30, 2008	For the Six Months Ending June 30, 2007
NET SALES	\$ -	\$ -	\$ -	\$ -	\$ -
C O S T A N D E X P E N S E					
Research and development	5,571,767	1,304,175	806,578	2,009,010	1,375,303
General and administrative	6,575,916	177,133	385,147	484,733	561,566
	12,147,683	1,481,308	1,191,725	2,493,743	1,936,869
L O S S F R O M O P E R A T I O N S	(12,147,683)	(1,481,308)	(1,191,725)	(2,493,743)	(1,936,869)
O T H E R I N C O M E (E X P E N S E)					
Interest income	26,691	4,041	1,581	8,666	1,584
Dividend income	1,527	-	-	-	-
Realized gain (loss) on investment	63,079	(108)	-	(108)	-

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Realized gain on disposal of assets	637	-	-	-	-
Interest expense	(32,132)	(685)	(1,341)	(1,527)	(3,349)
NET LOSS	\$ (12,087,881)	\$ (1,478,060)	\$ (1,191,485)	\$ (2,486,712)	\$ (1,938,634)
Basic and Diluted Loss per Share	\$ (0.04)	\$ (0.04)	\$ (0.04)	\$ (0.07)	\$ (0.06)
Basic and Diluted Weighted Average Number of Shares		34,699,069	31,149,313	34,246,669	29,988,039

See accompanying notes to these financial statements.

LIGHTWAVE LOGIC, INC.

(A Development Stage Company)

STATEMENTS OF COMPREHENSIVE LOSS

FOR THE THREE MONTHS AND SIX MONTHS ENDING JUNE 30, 2008 AND 2007 AND FOR THE PERIOD JANUARY 1, 2004 (INCEPTION OF DEVELOPMENT STAGE) TO JUNE 30, 2008

(UNAUDITED)

	Cumulative Since Inception	For the Three Months Ending June 30, 2008	For the Three Months Ending June 30, 2007	For the Six Months Ending June 30, 2008	For the Six Months Ending June 30, 2007
NET LOSS	\$ (12,087,881)	\$ (1,478,060)	\$ (1,191,485)	\$ (2,486,712)	\$ (1,938,634)
O T H E R C O M P R E H E N S I V E I N C O M E (L O S S)					
Unrealized gain (loss) on Available for					
Sale Securities	(50,659)	(24,507)	(22,457)	7,951	(16,428)
C O M P R E H E N S I V E L O S S	\$ (12,138,540)	\$ (1,502,567)	\$ (1,213,942)	\$ (2,478,761)	\$ (1,955,062)

See accompanying notes to these financial statements.

LIGHTWAVE LOGIC, INC.

(A Development Stage Company)

STATEMENT OF STOCKHOLDERS' EQUITY

FOR THE PERIOD JANUARY 1, 2004 (INCEPTION OF DEVELOPMENT STAGE) TO

JUNE 30, 2008

(UNAUDITED)

	Number of Shares	Common Stock	Paid-in Capital	Subscription Receivable	Deferred Charges	Unrealized Loss on Securities	Accumulated Deficit	Deficit Accumulated During Development Stage	
ENDING BALANCE AT DECEMBER 31, 2003	100	1	\$ -	\$ -	\$ -	\$ -	(15,827)	\$ -	(15,827)
Proactive realization reverse adjustment	706,973	706	(706)	-	-	-	-	-	-
BALANCE AT JANUARY 1, 2004	707,073	707	(706)	-	-	-	(15,827)	-	(15,827)
Common stock issued to investors	13,292,927	13,293	(13,293)	-	-	-	-	-	-
Common stock issued for services received in 2004 at par value	1,600,000	1,600	254,400	-	-	-	-	-	254,400
	2,000,000	2,000	(2,000)	-	-	-	-	-	-

Common issued at									
Common issued for services August 2004 2/share	637,500	638	74,362	-	-	-	-	-	-
Conversion payable December 4 at share	187,500	187	29,813	-	-	-	-	-	-
Net loss for year ended December 31,	-	-	-	-	-	-	-	(722,146)	(722,146)
BALANCE AT DECEMBER 31, 2004	18,425,000	18,425	342,576	-	-	-	(15,827)	(722,146)	(3,118,750)
Common issued in private placement in 2005 at share	4,000,000	4,000	996,000	-	-	-	-	-	1,000,000
Conversion notes issued in May 2005 at share	3,118,750	3,119	495,881	-	-	-	-	-	495,881