

ROCKWELL MEDICAL, INC.  
Form 10-Q  
May 12, 2014  
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**United States**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**Form 10-Q**

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(Mark One)

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

For the quarterly period ended **March 31, 2014**

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: **000-23661**

## ROCKWELL MEDICAL, INC.

(Exact name of registrant as specified in its charter)

**Michigan**

(State or other jurisdiction of  
incorporation or organization)

**38-3317208**

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

**30142 Wixom Road, Wixom, Michigan**

(Address of principal executive offices)

**48393**

(Zip Code)

**(248) 960-9009**

(Registrant's telephone number, including area code)

(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

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APPLICABLE ONLY TO CORPORATE ISSUERS:

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

<b>Class</b>	<b>Outstanding as of April 30, 2014</b>
Common Stock, no par value	40,759,976 shares

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**Rockwell Medical, Inc.**

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Table of Contents**PART I FINANCIAL INFORMATION****Item 1. Financial Statements****ROCKWELL MEDICAL, INC. AND SUBSIDIARY****CONSOLIDATED BALANCE SHEETS**

As of March 31, 2014 and December 31, 2013

(Unaudited)

	March 31, 2014	December 31, 2013
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 661,117	\$ 11,881,451
Investments Available for Sale	14,068,482	12,034,622
Accounts Receivable, net of a reserve of \$41,000 in 2014 and \$37,000 in 2013	4,100,453	4,578,319
Inventory	2,909,828	2,799,648
Other Current Assets	602,393	623,734
Total Current Assets	22,342,273	31,917,774
Property and Equipment, net	1,761,165	1,648,949
Intangible Assets	457,958	499,715
Goodwill	920,745	920,745
Other Non-current Assets	1,311,411	1,374,941
Total Assets	\$ 26,793,552	\$ 36,362,124
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Note Payable Capitalized Lease Obligations	\$ 4,113,013	\$ 2,308,145
Accounts Payable	5,133,267	8,686,153
Accrued Liabilities	4,605,573	6,647,828
Customer Deposits	244,314	207,545
Total Current Liabilities	14,096,167	17,849,671
Long Term Debt	16,224,575	17,916,914
Shareholders' Equity:		
Common Shares, no par value, 40,759,976 and 40,110,661 shares issued and outstanding	158,776,957	154,457,878
Common Share Purchase Warrants, 838,071 and 983,071 warrants issued and outstanding	4,225,669	4,895,811
Accumulated Deficit	(166,596,095)	(158,790,569)
Accumulated Other Comprehensive Income	66,279	32,419

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Total Shareholders Equity (Deficit)	(3,527,190)	595,539
Total Liabilities And Shareholders Equity	\$ 26,793,552	\$ 36,362,124

*The accompanying notes are an integral part of the consolidated financial statements.*

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(Unaudited)

	<b>Three Months Ended March 31, 2014</b>	<b>Three Months Ended March 31, 2013</b>
<b>Sales</b>	<b>\$ 12,963,652</b>	<b>\$ 12,336,374</b>
Cost of Sales	11,283,694	11,055,394
<b>Gross Profit</b>	<b>1,679,958</b>	<b>1,280,980</b>
Selling, General and Administrative	4,090,199	3,916,783
Research and Product Development	4,615,197	12,754,518
<b>Operating Income (Loss)</b>	<b>(7,025,438)</b>	<b>(15,390,321)</b>
Interest and Investment Income, net	74,215	10,672
Interest Expense	854,303	75
Income (Loss) Before Income Taxes	(7,805,526)	(15,379,724)
Income Tax Expense		
<b>Net Income (Loss)</b>	<b>\$ (7,805,526)</b>	<b>\$ (15,379,724)</b>
<b>Basic Earnings (Loss) per Share</b>	<b>\$ (0.20)</b>	<b>\$ (0.72)</b>
<b>Diluted Earnings (Loss) per Share</b>	<b>\$ (0.20)</b>	<b>\$ (0.72)</b>

*The accompanying notes are an integral part of the consolidated financial statements.*

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**ROCKWELL MEDICAL, INC. AND SUBSIDIARY**

**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)**

**For the three months ended March 31, 2014 and March 31, 2013**

(Unaudited)

	<b>Three Months Ended March 31, 2014</b>	<b>Three Months Ended March 31, 2013</b>
<b>Net Income (Loss)</b>	<b>\$ (7,805,526)</b>	<b>\$ (15,379,724)</b>
Unrealized Gain on Available-for-Sale Invest		